

Identification Statement – Anglican Savings and Development Fund
ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813
complying with ASIC's Regulatory Guide 87 (issued September 2016)

IDENTIFICATION INFORMATION

Anglican Savings and Development Fund (**ASDF**) is the business name of Anglican Savings and Development Fund Anglican Diocese of Newcastle (ABN 37 901 809 074), which is a trading entity of the Trustees of Church Property for the Diocese of Newcastle (ABN 31 876 908 346), an incorporated association. ASDF was created under the *Anglican Savings and Development Fund Diocese of Newcastle Ordinance of 1979*. ASDF is located at Level 1, 134 King Street, Newcastle NSW 2300.

COMPLIANCE

ASDF raises funds to support the charitable purposes of The Anglican Diocese of Newcastle by issuing debentures. It relies on exemptions contained in paragraphs 5(1)(b) and 5(2) 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.

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

- ASDF has lodged this Identification Statement with ASIC and it is made available to the public via the ASDF website.
- ASDF 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, ASDF no longer offers short term investment products to clients who are retail, non-associated clients. ASDF 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 ASDF.
- Neither ASDF itself, its products, nor its promotional material or offer documents have been examined or approved by ASIC, nor does ASDF or any of the above documents state or imply that ASDF, its promotional material, or offer documents have been examined or approved by ASIC.
- ASDF ensures that all relevant offer documents to retail, associated clients detail that:
 - the investment funds will be used to support the charitable purposes of ASDF;
 - this Identification Statement may be viewed on ASDF's website;
 - ASDF 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;
 - ASDF 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 ASDF;
 - 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.
- ASDF lodges with ASIC audited financial statements, which comply with relevant accounting standards, within 6 months after the end of each financial year. Such statements are made available to the public via ASDF's website for a minimum period of 3 years from the date of issue.

METHOD OF FUNDRAISING

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

FINANCIAL YEAR

ASDF has a financial year of 1 January to 31 December.

AFS LICENCE

ASDF 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 ASDF as set out in paragraphs 6 and 6.A of *Anglican Savings and Development Fund Diocese of Newcastle Ordinance of 1979* are to:

- (i) receive sums of money contributed given or bequeathed to ASDF and to receive deposits for the purposes of ASDF.
- (ii) pay interest on such deposits at such rates as shall from time to time be determined by the Board.
- (iii) invest moneys in any class of investment approved under the Fund Policy.
- (iv) provide loans to Anglican Entities and Parishes in accordance with the Fund Policy.

The surplus of ASDF 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 ASDF;
- b) any part of the balance of the surplus may be distributed by the Board to the Diocesan 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 ASDF's policy.

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

KEY TERMS

ASDF 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.

<p>Fixed Term Investments</p>	<p>Available to Associated clients & Retail, associated clients</p> <ul style="list-style-type: none"> • Minimum investment \$1,000 • Interest is paid at maturity • View only Online Access • The terms offered on investments are <ul style="list-style-type: none"> ➤ 31 Days ➤ 90 Days ➤ 6 Months ➤ 9 Months ➤ 12 Months ➤ 24 Months • 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 ASDF 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 and via the ASDF website. • ASDF Hardship Policy has grounds for early release of funds prior to 31 days' written notice must be complied with for early redemption of funds to occur.
<p>Short Term Investments < 31 days</p>	<p>Available to Associated clients and Retail, associated clients</p> <p><u>Savings Account</u></p> <ul style="list-style-type: none"> • Minimum investment amount \$100 • Online Access • EFT & BPay facilities • Interest is calculated daily and paid half yearly capitalised to the account or paid to another account. • The interest rate applicable to this product is reviewed bi-monthly by the ASDF Board. • The interest rate applied on the initial investment is advised at the time of application. • Existing clients are advised of any interest rate change via the ASDF website.

<p>Short Term Investments < 31 days</p>	<p>Available to Associated clients (only) <u>Cheque Account</u></p> <ul style="list-style-type: none"> • Minimum investment amount \$100 • Online Access • EFT & BPay facilities • Cheque Books and customised A4 cheque stationery available. • Interest is calculated daily and paid half yearly capitalised to the account or paid to another account. • The interest rate applicable to this product is reviewed bi-monthly by the ASDF Board. • The interest rate applied on the initial investment is advised at the time of application. • Existing clients are advised of any interest rate change via the ASDF website.
<p>Short Term Investments < 31 days</p>	<p>Available to Associated clients (only) <u>Cash Management Account</u></p> <ul style="list-style-type: none"> • Minimum investment amount \$100 • Online Access • EFT & BPay facilities • Interest is calculated daily and paid monthly capitalised to the account. • The Interest rate applicable to this product is reviewed bi-monthly by the ASDF Board. • The interest rate applied is tiered, based on the dollar amount of funds under management in the account: <ul style="list-style-type: none"> ➤ \$1- \$24,999 ➤ \$25,000 - \$49,999 ➤ \$50,000 - \$74,999 ➤ \$75,000 - \$99,999 ➤ \$100,000 & over

INVESTORS

ASDF 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 ASDF and Anglican Diocese of Newcastle websites; and
- word of mouth.

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

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, ASDF 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, ASDF 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 ASDF. Products offered to this class of investor are customised to meet the requirements of each client.

AUDITED FINANCIAL STATEMENTS

ASDF 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).

ASDF is required to lodge audited financial statements with ASIC within 6 months of each financial year end.

GUARANTEES OR OBLIGATIONS

No guarantees or obligations of interests by any person apply.

ASSET TYPES

ASDF currently holds the following asset classes in Australia:

- **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.
- **Loans** advanced to Anglican parishes and Anglican Entities when they borrow from the Fund to undertake charitable activities within their communities

No assets are held outside of Australia.

SPONSOR

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

CONSENT

ASDF consents to any person, on request to ASIC, examining this Identification Statement and ASDF's application to ASIC to accept this Identification Statement for lodgement.

DATED: 04/04/2017


Signature

Sonia Rouleston
Print Name

ASDF BOARD CHAIR.
Capacity