



OLD SYDNEIANS' UNION

(A COMPANY LIMITED BY GUARANTEE)
(A.B.N. 83 000 207 438)

*Originally known as the Sydney Grammar School Old Boys' Union
which was founded at the School on 22 September 1893.*

SIXTY-THIRD ANNUAL REPORT

*TO BE PRESENTED AT THE SIXTY-THIRD ORDINARY GENERAL MEETING
ON WEDNESDAY 25 NOVEMBER 2020 AT 6.00pm*

*TO BE HELD IN THE FOYER OF THE ALASTAIR MACKERRAS THEATRE AT
SYDNEY GRAMMAR SCHOOL, SYDNEY*



**OLD SYDNEIANS' UNION
Annual Report 2020**

PAST PRESIDENTS

- | | |
|--|---------------------------------------|
| 1893-97 A.B. WEIGALL | 1964-66 J.D. LESLIE |
| 1897-1901 SIR EDMUND BARTON | 1966-68 C.W.L. BOYD |
| 1901-05 THE RIGHT HONOURABLE SIR EDMUND BARTON | |
| 1905-20 THE HON R.J. BLACK | 1968-70 SIR LIONEL COPPLESON |
| 1920-22 H.A. RUSSELL | 1970-72 JAMES CRAWFORD |
| 1922-24 DR E.A. BREARLEY | 1972-74 J.N. BRIDGLAND |
| 1924-26 ROBERT VICARS | 1974-76 BRIGADIER J.A. GILCHRIST, ED. |
| 1926-28 SIR JAMES FAIRFAX, KBE | 1976-78 J.A. BARNETT |
| 1928-30 SIR SAMUEL HORDERN | 1978-80 F.M. BUCKLE |
| 1930-32 GENERAL SIR HARRY CHAUVEL | 1980-82 R.A. BRADSHAW |
| 1932-34 R.S. MURRAY-PRIOR | 1982-84 J.M. DEZARNAULDS |
| 1934-36 THE HON E.M. MITCHELL | 1984-86 J.C. EDWARDS |
| 1936-38 NORMAN L. COWPER | 1986-88 J.A. BARNETT |
| 1938-40 F.F. BUCHANAN | 1988-90 N.G. LAYTON |
| 1940-42 ORWELL PHILLIPS | 1990-92 W.J.C. DIVE |
| 1942-44 R.E. LUDOWICI | 1992-94 J.P. EVANS |
| 1944-46 L.L. ROBERTSON | 1994-97 N.S. VIDA |
| 1946-48 NORMAN L. COWPER | 1997-99 O.P. PHILLIPS |
| 1948-50 THE HON. MR JUSTICE L.J. HERRON | 1999-01 N.S. VIDA |
| 1950-52 HIS HONOUR JUDGE A.S. LLOYD, ED, AC | 2001-04 D.G. FAIRLIE |
| 1952-54 W.E.R. FRANCIS | 2004-07 A.F. CRAWFORD |
| 1954-56 LYLE H. MOORE | 2007-09 L.M. SHOHMELIAN |
| 1956-58 W.E.R. FRANCIS | 2009-12 N.S. VIDA |
| 1958-60 SIR RONALD GRIEVE | 2012-13 N. R. COWDERY, AM, QC |
| 1960-62 G.J. CROUCH | 2013-15 J. SEALLY |
| 1962-64 G.K. HERRING | 2015-18 I.G. PLATER |
| | 2018- 20 W MACCALLUM |

OFFICE-BEARERS AS AT 28 OCTOBER 2020

Patron: DAVID GONSKI, AC

<i>President:</i>	W. MACCALLUM		
<i>Immediate Past President:</i>	I.G. PLATER		
<i>Committee – Ex Officio</i>			
<i>Chairman of Trustees:</i>	PROF R. HENRY	<i>London Branch President:</i>	A.L.R. JACK
<i>Headmaster:</i>	DR R.B. MALPASS:	<i>Melbourne Branch President:</i>	A. JOHNSTON

	<i>Committee – Elected</i>	
W.J. DIVE (<i>Hon Secretary</i>)	C L DULY (<i>Hon Treasurer</i>)	J. DELLA MARTA
J.C. EDWARDS	P.F. GIBBY	T. G. GRAHAM
N.P. MANETTAS	P.B. MARICH	P. O'BRIEN
J. MILLER	I G PLATER	D.A. ROSS

OFFICE: Old Sydneians' Union, c/- Sydney Grammar School, College Street, Darlinghurst, 2010. Telephone: 9332-5843.



NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the sixty-third General Meeting of the Old Sydneians' Union (a company limited by guarantee) will be held in the Alastair Mackerras Theatre Foyer at Sydney Grammar School on Wednesday 25 November, 2020 at 6.00 pm.

BUSINESS:

1. To adopt the previous minutes.
2. To receive and, if thought fit, to adopt the sixty-third Financial Report, Directors Report, and Auditors Report for the year ended 30 June, 2020.
3. To elect the Committee for the ensuing year.
4. General Business.

By Order of the Committee

W.J. DIVE *Hon. Secretary*
3 November 2020

O.S.U. Office

Sydney Grammar School College St Darlinghurst 2010

Telephone 9332-5843

*Nominations Forms for candidates for the Committee may be obtained from the OSU Office or www.osu.com.au.
Nomination Forms MUST be lodged with the Hon Secretary at secretary@osu.com.au or at the OSU office by
4.00pm Friday 20 November 2020*



President's Report

Without doubt, 2020 will go down as one of the most tumultuous years in modern history. In Australia we started the year in smoke from some of the most devastating bushfires the country has ever seen. COVID-19 has fundamentally changed the way we work, interact with each other and our communities, and face challenges. While great tragedy has surrounded us this year, the human spirit and courage in the face of adversity has never been more on display. There have been Old Sydneians who have led the way through these times and supported our communities. From the plethora of Old Sydneians working in health - on the 'frontline' - to those who made and distributed urgently needed face masks for free, and to those who simply supported a colleague through these tough times – we salute you and thank you.

COVID-19 has obviously hampered the OSU's activities. Most reunions have had to be cancelled, the Gold Challenge deferred to next year, the Great Debate postponed and the Annual Lunch cancelled for 2020.



One event we were able to hold and the highlight of the social calendar this year however was the OSU Golf Day which was recently held at The Coast Golf Course at Little Bay. The turnout this year was fantastic with a mix of old and new old boys attending. I'm confident that next year we'll be able to double our numbers to 100! Congratulations to the winners Callum Brown and Sachin Markus (OS 2019).

This year we have also spent a lot of time and effort in creating a better look and feel for the OSU Newsletter, and more content for Old Sydneians. My thanks go to Steve Gonksi (OS '75) for his support and hard work as editor.

So the focus is very much on next year. The Committee is working on a number of events and new initiatives for 2021. There will be catch-up reunions for those who missed this year as well as the one slated

for 2021, a new members meet and greet event (venue to be decided), a new format annual lunch and we'll continue to develop the mentoring program.

As the School begins to open up to non-students, so will our support for School events and projects, In particular, the new sports development at Weigall is taking shape. I recently had the privilege to review the concept drawings and designs with the Headmaster and I can assure you, it is impressive and will provide a much needed boost to the School's sporting facilities. I hope to write to Old Sydneians in more detail about this exciting project in the new year.



It was also a great pleasure to select the 2020 OSU Scholar. Oscar Eichmann not only impressed during the interview with his myriad of achievements and entrepreneurial flair, he has gone to greater heights during the year organising the inaugural linguistics day at the school and publishing his own Latin text for students. Congratulations Oscar, keep an eye on this one!

Lastly, I'd like to thank the Committee for their support and hard work over the year. Special mention goes to Wendy Scotter who's tireless efforts - liaising with old boys, arranging communications, assisting with the newsletter to name a few

roles - makes the OSU tick, and I and the Committee are indebted to her.

On to 2021 !

W MacCallum (87)
President
3 November 2020



STATUTORY REPORT OF THE COMMITTEE

The Committee herewith submits the Financial Report for the year ended 30 June 2020 and reports as follows:

The elected Committee at the date of this report is as shown below.

C DULY	Chartered Accountant	<i>Hon. Treasurer</i>
W.J. DIVE	Land Surveyor	<i>Hon Secretary</i>
J. DELLA MARTA	Student	
J.C. EDWARDS	Registered Valuer	
P.F. GIBBY	Company Director	
T.G. GRAHAM		
N.P. MANETTAS	Bank Executive	
P.B. MARICH	Company Director	
W. MACCALLUM	Solicitor	<i>President</i>
P. O'BRIEN		
I.G. PLATER	Company Director	<i>Immediate Past President</i>
J MILLER		
D.A.ROSS		

The Old Sydneians' Union is a company limited by guarantee and accordingly, every member of the Union, including each of the Committee Members, holds one share. No Committee member has any interest in a contract or proposed contract, being an interest which has not been declared at a Committee Meeting in accordance with sub-section 191(1) of the Corporations Act, 2001.

The principal activity of the Union is maintaining an association among the Old Boys of Sydney Grammar School to promote and foster the interests of the School.

The result of the Company for the year was an operating loss after tax of \$10,112.00.00 (2019 – \$757.00)

There has been no significant change in the state of affairs of the Company during the financial year.

There are no likely developments in the operations of the Company which are anticipated to materially affect the results of the operations as compared to the current year.

Since the end of the previous financial year no Committee Member has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by Committee members shown in the accounts, or the fixed salary of a full-time employee of the Company or of a related corporation) by reason of a contract made by the Company or a related corporation with the Committee Member or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

For and on behalf of the Committee

W. MacCallum *President*

Sydney
28 October 2020

C L Duly *Hon Treasurer*



DIRECTORS' DECLARATION

In accordance with a resolution of the Committee of the Old Sydneians' Union, in the opinion of the Directors:

- i. the financial report of the Company is drawn up so as to give a true and fair view of the performance of the Company for the year ended 30 June 2020 and the financial position as at that date; and
- ii. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

The financial report has been made out in accordance with applicable Accounting Standards and Corporations Regulations.

W. MacCallum President

Sydney
28 October 2020

C L Duly HonTreasurer



INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Subscriptions		24,085	-
Dividends and distributions		13,748	24,192
Interest		394	1,037
Reunions and Functions		17,370	7,338
Donation/Sale of Goods		1,205	70
Unrealised gain (loss) on Managed Funds (UBS)	4	(29,318)	(5,352)
Unrealised gain (loss) on equity (BHP and South 32)	3	<u>(12,887)</u>	<u>14,527</u>
		<u>14,597</u>	<u>41,812</u>
EXPENSES			
Accounting Fees		7,392	3,157
Affiliation Fees- GPS Old Boy's Union		350	350
Auditor's remuneration		1,200	1,200
Bank Charges		33	-
Donations		500	500
Legal and filing fees		49	194
Mentoring platform		-	13,200
OSU Scholarship		6,000	6,000
Other fees and charges		-	241
Printing/Postage/Telephone		43	49
Purchase of goods		-	1,571
Reunions and Functions		19,758	8,162
Website and IT		<u>1,416</u>	<u>167</u>
		<u>36,741</u>	<u>34,791</u>
OPERATING PROFIT/(LOSS) before Income Tax		<u>(22,144)</u>	<u>7,021</u>
Income tax (expense)	2	12,032	(6,264)
OPERATING PROFIT/(LOSS) after Income Tax		<u>(10,112)</u>	<u>757</u>
Retained Profits - 1 July		<u>364,034</u>	<u>363,277</u>
Retained Profits - 30 June		<u>\$ 353,922</u>	<u>\$ 364,034</u>

The accompanying notes from an integral part of these statements



BALANCE SHEET AS AT 30 JUNE 2020

	Note	2020	2019
			\$
CURRENT ASSETS			
Cash at Bank		43,306	33,465
Cash on Deposit		25,000	25,000
Other		<u>5,857</u>	<u>8,460</u>
TOTAL CURRENT ASSETS		<u>74,163</u>	<u>66,925</u>
NON-CURRENT ASSETS			
Investments in Equities	3	81,558	94,444
Investments in Managed Funds	4	<u>226,137</u>	<u>243,802</u>
TOTAL NON-CURRENT ASSETS		<u>307,695</u>	<u>338,246</u>
TOTAL ASSETS		<u>381,858</u>	<u>405,171</u>
CURRENT LIABILITIES			
Creditors		4,831	6,000
Taxes Payable		3,717	3,087
Deferred Tax	3 & 4	<u>19,388</u>	<u>32,050</u>
TOTAL CURRENT LIABILITIES		<u>27,936</u>	<u>41,137</u>
TOTAL LIABILITIES		<u>27,936</u>	<u>41,137</u>
NET ASSETS		<u>353,922</u>	<u>364,034</u>
RESERVES			
Retained Profits		<u>353,922</u>	<u>364,034</u>
TOTAL RESERVES			

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020

CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Operations		42,661	7,408
Taxes refunded (paid)		-	(2,446)
Payments to Suppliers		(25,912)	(28,790)
Scholarship		<u>(12,000)</u>	-
NET CASH (OUTFLOW) FROM OPERATING ACTIVITIES		<u>4,749</u>	<u>(23,828)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received		394	1,037
Dividends and Distributions Received		16,351	23,503
Investments in Managed Funds		<u>(11,653)</u>	<u>(16,557)</u>
NET CASH INLOW FROM INVESTING ACTIVITIES		<u>5,092</u>	<u>7,983</u>
NET (DECREASE) IN CASH HELD		9,841	(15,845)
Cash - 1 July		<u>58,465</u>	<u>74,310</u>
CASH - 30 June		<u>\$68,306</u>	<u>\$ 58,465</u>
Comprised of:			
Cash at Bank		43,306	33,465
Cash on Deposit		<u>25,000</u>	<u>25,000</u>
CASH - 30 June		<u>\$68,306</u>	<u>\$ 58,465</u>

The accompanying notes from an integral part of these statements



NOTES TO THE REPORT

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The report has been prepared on the basis of historical costs and where stated take into account current valuations of equity investments.

a) Investments in equities

Investments are recorded at the market value at year end. Dividend income is recorded when received.

b) Investments in managed funds

Investments are recorded at the market value at year end. Distributions received are reinvested unless paid out in cash and are recorded when received.

c) Deferred income tax on capital gains

The unrealised gains are subjected to tax and disclosed as deferred tax in the balance sheet (notes 3 and 4).

2. INCOME TAX

	2020	2019 \$
The prima facie tax on operating profit is reconciled to the income tax provided in the accounts as follows:		
Prima facie tax payable (credit) at 30% of operating profit (loss)	(6,643)	2,106
Tax effect of:		
Deferred tax on unrealised gains/(losses)	(10,567)	3,176
Income not taxable	(12,798)	(2,222)
Expenses not deductible	10,502	10,229
Franking and foreign tax credits received	(4,331)	(3,849)
Tax deferred and tax free distributions received	(60)	(424)
Unrealised gains and losses	<u>11,865</u>	<u>(2,752)</u>
Income Tax Expense	<u>(12,032)</u>	<u>6,264</u>

3. INVESTMENT IN EQUITIES

At Market Value	<u>81,558</u>	<u>94,444</u>
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Unrealised loss for the period is on BHP Group Limited (2,130 shares) and South 32 Limited (2,130 shares). The deferred capital gains tax liability of \$(3,866) (2019 - \$4,358) has been recognised.

4. INVESTMENTS IN MANAGED FUNDS

Aggregate Market Value	<u>226,137</u>	<u>243,802</u>
UBS - Small Companies Fund (43,937 units)		
- Australian Share Fund (93,299 units)		
	<u>226,137</u>	<u>243,802</u>

The deferred capital gains tax liability of \$(6,701) (2019 – \$(1,182)) has been recognised.

5. RELATED PARTIES

The members of the Committee receive no remuneration.



MAURICE A. FENTON B.Comm., ACA, JP
CHARTERED ACCOUNTANT
FAULCONBRIDGE 2776
REGISTERED TAX AGENT

7 Jarrah Place,

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2777

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AUDITORS REPORT TO THE MEMBERS OF THE OLD SYDNEIANS' UNION (A.B.N. 83 000 207 438)

SCOPE

I have audited the financial report of the Old Sydneians' Union as set out on pages 7 to 9.

The Union's office-bearers are responsible for the preparation and presentation of this financial report. I have conducted an independent audit of it in order to express an opinion to the members of the Union.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial statements are free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the Accounting Standards and statutory requirements in Australia so as to present a view which is consistent with my understanding of the Union's financial position and the results of its operations.

The audit opinion expressed in this report has been formed on the above basis.

QUALIFICATION

As is common for organisations of this type, it is not practicable for the Old Sydneians' Union to maintain an effective system of internal control over reunions, functions and sale of goods until their entry in the accounting records. Accordingly my audit in relation to income was limited to the amounts recorded.

OPINION

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitation discussed in the qualification paragraph not existed, the financial report of the Old Sydneians' Union is in accordance with:

- a) the Corporations Act 2001 including:
 - i. giving a true and fair view of the Company's financial position as at 30 June, 2020 and of its performance for the year ended on that date; and
 - ii. complying with Accounting Standards and the Corporations Regulations; and
- b) other mandatory professional reporting requirements.

Maurice A Fenton
Registered Company Auditor Number 2282
2020

Dated this 30th day of October

AUDITOR'S INDEPENDENCE DECLARATION

As auditor of the Old Sydneians' Union for the year ended 30 June 2020, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is made in respect of the Old Sydneians' Union.



Maurice A Fenton
Registered Company Auditor Number 2282
2020

Dated this 30th day of October