

**Identification Statement – The Corporate Trustees of the Diocese of Grafton Investment Fund
ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813**

IDENTIFICATION INFORMATION

The Corporate Trustees of the Diocese of Grafton Investment Fund (ABN 42 489 753 905) is a fund created under the *Diocese of Grafton Investment Fund Ordinance 1981*, now continued under Chapter 18 of the *Diocese Governance Ordinance 2008*.

The Corporate Trustees of the Diocese of Grafton Investment Fund is located at Level 1, 50 Victoria Street, Grafton NSW 2450.

The Corporate Trustees of the Diocese of Grafton Investment Fund trades as Anglican Funds Grafton Diocese.

The Corporate Trustees of the Diocese of Grafton Investment Fund is under the control of The Corporate Trustees of the Diocese of Grafton (ABN 88 144 942 068), a body corporate incorporated by section 5 of the *Anglican Church of Australia Trust Property Act 1917* (NSW).

COMPLIANCE

The Corporate Trustees of the Diocese of Grafton Investment Fund raises funds to support the charitable purposes of The Anglican Diocese of Grafton 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 2017.

The Corporate Trustees of the Diocese of Grafton Investment Fund (ABN 42 489 753 905) ensures compliance with the conditions of the above exemptions in the following ways:

- The Corporate Trustees of the Diocese of Grafton Investment Fund has lodged this Identification Statement with ASIC and it is made available to the public via its website, located at "<http://www.anglicanfundsgraftondiocese.com.au/www/content/default.aspx?cid=685>". The Corporate Trustees of the Diocese of Grafton Investment Fund is required to make this Identification Statement readily publicly accessible for as long as it relies on the Identification Statement and for a period of five years after that.
- The Corporate Trustees of the Diocese of Grafton Investment Fund regularly reviews its Identification Statement and all relevant offer documents to ensure that they are up to date, complete and not misleading.
- The Corporate Trustees of the Diocese of Grafton Investment Fund no longer offers short term investment products to clients who are retail, non-associated clients. No retail, non-associated person is to hold a short-term investment product issued by it.
- None of The Corporate Trustees of the Diocese of Grafton Investment Fund itself, its products, its promotional material or offer documents has been examined or approved by ASIC, nor do any of the above documents state or imply that The Corporate Trustees of the Diocese of Grafton Investment Fund, its promotional material, or offer documents have been examined or approved by ASIC.
- The Corporate Trustees of the Diocese of Grafton Investment Fund ensures that all relevant offer documents detail that:
 - the investment funds will be used to support its charitable purposes;
 - this Identification Statement may be viewed on its website;
 - it 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;
 - it 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 its charitable purposes;
 - 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.
- The Corporate Trustees of the Diocese of Grafton Investment Fund 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 its website for a minimum period of 3 years from the date of issue.

The Corporate Trustees of the Diocese of Grafton Investment Fund is required to notify ASIC in writing within 15 business days of becoming aware of a matter that gives it reason to believe that it has failed or is likely to fail to comply with a condition in section 7 of *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*.



METHOD OF FUNDRAISING

The Corporate Trustees of the Diocese of Grafton Investment Fund issues debentures to investors and lends the funds raised for profit to assist and grow the mission of the Anglican Church in the Diocese of Grafton. The Corporate Trustees of the Diocese of Grafton Investment Fund generates a margin between the rates of return paid to debenture investors and those charged to borrowers. These surplus funds are used for the operating costs of The Corporate Trustees of the Diocese of Grafton Investment Fund. The Corporate Trustees of the Diocese of Grafton Investment Fund retains minimum surpluses to strengthen its capital adequacy aspiring to reach a benchmark of 8-10% of Risk Weighted Assets.

FINANCIAL YEAR

The Corporate Trustees of the Diocese of Grafton Investment Fund has a financial year of 1 January to 31 December.

AFS LICENCE

As The Corporate Trustees of the Diocese of Grafton Investment Fund is relying on the licensing exemption under subsection 5(2) of the *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813* it is not required to hold an Australian Financial Services Licence and does not hold an Australian Financial Services Licence.

CHARITABLE PURPOSE

The charitable purpose of The Corporate Trustees of the Diocese of Grafton Investment Fund as set out in paragraph 218.2 of *Diocese Governance Ordinance 2008* is to be a fiscally responsible entity which generates financial resources to support and serve the community of faith that is the Anglican Diocese of Grafton. The issue of debentures by The Corporate Trustees of the Diocese of Grafton Investment Fund promotes this charitable purpose by providing operating surpluses to the Anglican Diocese of Grafton for mission, ministry and administration.

KEY TERMS

The Corporate Trustees of the Diocese of Grafton Investment Fund offers several classes of debentures on the terms set out below. The Board meets at least every 2 months to review and adjust interest rates according to movements in the Bank Bill Swap Rate BBSY and apply an appropriate margin. As a general rule, no fees or costs are payable by the holder of a debenture. However, if the holder of a debenture causes The Corporate Trustees of the Diocese of Grafton Investment Fund to incur a third-party cost, such as a dishonour fee, then this cost will be charged back to the holder on a pass-through basis by adjustments to the interest rate received by the client. This could occur where a client has provided an invalid BSB or account number or where there are insufficient cleared funds in a client's account.

The Corporate Trustees of the Diocese of Grafton Investment Fund has a Hardship Policy, which allows for early release of funds on certain grounds.

The following classes of debentures are offered to retail, associated clients and other clients that are not retail, non-associated clients:

Fixed term Investments

- Minimum investment \$500
- Interest is paid at maturity.
- View only Online Access
- The terms offered on investments are
 - 31 Days
 - 90 Days
 - 180 Days
 - 365 Days
 - 18 Month
- Except for 18 month investments, interest is calculated daily and paid at maturity to a nominated account or can be capitalised with the initial investment.
- For the 18 month fixed investment, interest is either calculated daily and paid half yearly to a nominated account or capitalised with the initial investment.
- The interest rate applied on the initial investment is advised at the time of application.

	<ul style="list-style-type: none"> • Interest rate changes are provided via correspondence to all existing investors at pre-maturity and via the website.
Short Term Investments < 31 days	Savings Account <ul style="list-style-type: none"> • Minimum investment amount Nil • Online Access • EFT & BPay facilities. • Interest is calculated daily and paid half yearly capitalised to the account. • The interest rate applied is tiered, based on the dollar amount of funds under management in the account. <ul style="list-style-type: none"> ➢ 0- \$4,999 ➢ \$5,000 - \$49,999 ➢ \$50,000 & over • At least 21 days' notice is given prior to any proposed interest rate change taking effect. • The interest rate applied on the initial investment is advised at the time of application. • Existing clients will be advised of any interest rate change via the website.
Short Term Investments < 31 days	Cheque Account <ul style="list-style-type: none"> • Minimum investment amount Nil • Online Access. • EFT & BPay facilities. • Cheque Books and customised A4 cheque stationery available. • Interest is calculated daily and paid monthly capitalised to the account. • The interest rate is linked to a benchmark, plus or minus an applicable margin. • At least 21 days' notice is given prior to any proposed change taking effect. • The interest rate applied on the initial investment is advised at the time of application. • Existing clients will be advised of any interest rate change via the website.
Short Term Investments < 31 days	Cash Management Account <ul style="list-style-type: none"> • Minimum investment amount Nil • 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 monthly by the Board. • The Interest rates applicable to this product is linked to the current RBA cash rate, plus or minus an applicable margin. • Any change in the interest rate is effective the following day after any RBA rate change is released.

INVESTORS

The Corporate Trustees of the Diocese of Grafton Investment Fund offers debentures to the following classes of investors as defined by **ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813**:

I. Retail, associated clients

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

- advertising in the Anglican Diocese of Grafton internal publication, the "North Coast Anglican" Newspaper;
- promotional material and brochures;
- direct written correspondence;
- advertising on the website; and
- word of mouth.

A product is offered to this class of investor after a formal signed application and a declaration confirming associate status is received by The Corporate Trustees of the Diocese of Grafton Investment Fund. The Corporate Trustees of the Diocese of Grafton Investment Fund reserves the right to make enquiries, as it considers necessary, with the relevant parish, organisation or school to confirm the potential investor's associate status before opening an account.

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).

The Corporate Trustees of the Diocese of Grafton Investment Fund considers the following individuals to be volunteer staff members:

- Any unpaid member of any Board or Council of the Anglican Diocese of Grafton or one of its committees or sub committees. This refers to, but is not limited to, any governance group described in the *Diocesan Governance Ordinance 2008* or described in any constitution established under the *Anglican Church of Australia (Bodies Corporate) Act 1938 (NSW)*.
- Any unpaid member of a Parish Council.
- Parish volunteers who undertake ongoing volunteering for their Parish of at least 8 hours per week.
- A person who works on a regular and ongoing basis for at least 8 hours per week for an organisation of the Anglican Community without being paid, or an honorary office bearer recognised by the Ordinances of the Synod, for example, members of Diocesan Council, and its associated Boards and Committee.

2. Other clients that are not retail, non-associated clients

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

- advertising in the Anglican Diocese of Grafton internal publication, the "North Coast Anglican" Newspaper;
- promotional material and brochures;
- direct written correspondence;
- advertising on the website; and
- word of mouth.

A product is offered to this class of investor after a formal signed application is received. Products offered to this class of investor may be customised to meet the requirements of each client. The Corporate Trustees of the Diocese of Grafton Investment Fund reserves the right to make enquiries, as it considers necessary, to confirm that a potential investor is not a retail client before opening an account.

AUDITED FINANCIAL STATEMENTS

The Corporate Trustees of the Diocese of Grafton Investment Fund 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).

The Corporate Trustees of the Diocese of Grafton Investment Fund 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

The Corporate Trustees of the Diocese of Grafton Investment Fund 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

The Corporate Trustees of the Diocese of Grafton Investment Fund consents to any person, on request to ASIC, examining this Identification Statement and the application to ASIC to accept this Identification Statement for lodgement.

DATED: 4th OCTOBER 2018

Signature



David Ford

Print Name

Chair of Board of The Corporate Trustees of
the Diocese of Grafton Investment Fund

Capacity