



THE ERYLDENE TRUST

ABN 60 001 732 592

THIRTY-NINTH ANNUAL REPORT & FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

THE ERYLDENE TRUST

ABN 60 001 732 592

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THE ERYLDENE TRUST

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Mission Statement

Our mission

To care for and inspire appreciation of the work of art that is Eryldene.

Our vision

Nurture and share Eryldene.

Our Values

Authenticity
Integrity
Inclusiveness
Passion
Respect
Sustainability
Trust

Our History

The Eryldene Trust was formed in 1979 to acquire the property known as Eryldene, and to conserve its heritage values, especially the complimentary value of its Architect and its owners, the late Professor E G Waterhouse and Mrs Janet Waterhouse, and the Camellia collection, the garden landscaping and house, and the character of the place. The purpose of the Trust is to conserve the place as a museum, library, art gallery and garden open to the public

Eryldene is an early 20th century historic house (1914) and garden designed by visionary architect William Hardy Wilson for Professor E G Waterhouse, who created its internationally acclaimed Camellia garden. The garden was developed by its owner to a remarkable individual character and was the setting for his world-renowned efforts in developing the nomenclature and hybridisation of Camellias. It remains a resource for their study to this day.

The Eryldene Trust is an independent organisation and registered charity. We are not funded by government. We depend on volunteers and generous supporters to enable the place to open to the public and manage conservation, maintenance and other activities. Eryldene is listed on the State Heritage Inventory, the Register of the National Estate, the local heritage list and the Register of the National Trust of Australia (NSW).

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Chairperson's Report For the Year Ended 31 December 2021

Looking back on more than two years of shut down of Eryldene's public operations, it is remarkable to review what the Eryldene Trust, its donors and volunteers have achieved in undoubtedly adverse circumstances. Faced with the enforced closure of the property to visitors and removal of virtually all our income streams, but continuation of recurrent conservation and maintenance costs so essential for a state heritage listed house and garden, the Trust made many difficult choices in 2021. Halving our expenditures to survive, each Trustee stepped up to be the anchor and implementor for all our major strategic goals, from venue hire to maintenance, from event management to administrative review, as well as ensuring compliance with Covid safety regulation requirements and registrations.

We have used the time to seriously plan for Eryldene's long term future, and it is with sincere appreciation that I thank each and every one of the Eryldene volunteers and Trustees, very ably supported by the Foundation for their unflinching support through 2021 to continue to achieve Eryldene's strategic mission: To sustain and share the heritage and enjoyment of Eryldene. A review of the 2019 Strategic Plan was initiated, facilitated by former Trust chair **Chris Levins**, and with the hope of a return to public access for volunteers and venue hire, a calendar of events was issued for 2021 in May, which began brilliantly with Eryldene's justly famous Mother's Day teas, hosted by a wonderful team of volunteers led by **Penny Holden**. But with the Delta variant and community lockdowns implemented in June 2021, and extreme weather events, most public events had to be cancelled. A further review and reassessment of Eryldene's risks and opportunities became essential to chart ways and means of surviving the ongoing revenue impacts and to initiate planning for both financial and environmental sustainability and renewal post pandemic. Occasional venue hire opportunities assisted our revenue stream in 2021, with a range of covid regulated photoshoots and weddings, as well as a visit from the ABC's Gardening Australia. To focus our energies tightly, a short *Strategic Action Plan September 2021- December 2022* was adopted by the Trust in September 2021 and immediately implemented as the start of a 5-year Renewal Plan. Each Trustee identified the tasks and implementation structure for their area of responsibility for 2021-22, and these are all successfully underway to plan and improve Eryldene's financial resilience and environmental sustainability. A key task was applying for grants, and Vice Chair **Suzanne Bravery's** expertise in grantsmanship was a mainstay for us.

One of the few positive notes to emerge from the pandemic, was the broadening of the potential skills support base that Zoom conferencing provided. Eryldene now benefits daily from contributions of Trustees and volunteers across Sydney and beyond, who zoom in for meetings with immense organisational benefits. Moving on-line is not always an easy transition, and we are grateful for the efforts made by everyone.

Two major grants were received to support our recovery planning, one from Create NSW which is supporting and ambitions four project strategy that I am coordinating. We have commissioned the development of an audience engagement strategy aiming to diversify our visitation; and we are developing and trialling a primary schools education program to bring a new generation to visit, and diversifying our traditional income sources. As part of this recovery grant we are also running a webinar series looking at sustainability initiatives for heritage gardens and house museums, with the support of the National Trust Landscape Conservation Committee. A key component is the preparation of an environmental sustainability action plan for Eryldene, recognising the impacts of climate change already evident, from recent cancellation of events due to extreme climate events to increased garden irrigation needs during El Nino cycles. Trustee **Bruce Walker**, who represents the NSW Camellia Research Society, has been painstakingly developing a Water Management Plan for Eryldene, with Helen Wallace providing an essential analysis and tool for our future planning. Bruce was also instrumental in achieving an improved water rating for us, an important adjustment to our outgoings. The second grant, from the Commonwealth Bank (CBA) will be used to develop the arts and music program for Eryldene Open days, which is being led by Vice chair **Suzanne Bravery**. We are also trialling a series of open Fridays, with an emphasis on health and wellness, sharing the serenity of the Eryldene gardens more broadly with the community. Trustees **Judy Coombes** and **Maree Callinan** are leading the planning for the 2022 calendar of events, Covid willing!

The Bendigo Bank provided dollar for dollar funding to help us develop a new website, which we matched with the sell-out sale of a beautiful Eryldene tea towel, designed by our Honorary architect, **Robert Moore**. A grant from the Museums and Galleries NSW has also helped make the new website a reality. has proved a boon for membership, shop and plant sales as well as a highly effective booking and communication platform. The creative (and patient) support of volunteer graphic designer **Clare Moore** proved invaluable, and the technical support provided by **Ros Mackay** of Bold Type Creative was above and beyond. Clare has also been instrumental in introducing a refreshed style to Eryldene publications, newsletters and social media, as we implement the new Eryldene style guide in all manner of signage and leaflets that are gradually transforming our public interface. Eryldene's administration assistant **Kaitlan Hora** has continued to develop our social media presence and produces our seasonal electronic newsletter with Penny. She keeps the Eryldene office running smoothly and this year begins to implement the Administrative Review initiated by Trustee **Maree Callinan**. Once again Trustee Penny Holden has co-ordinated the Eryldene Review, issued twice annually as our main communication with members, often featuring the wonderful gallery of Eryldene photographs taken by architectural photographer **Lindy Kerr** over the years.

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Chairperson's Report For the Year Ended 31 December 2021

With so many priorities, some tasks have been less advanced than we had hoped, notably the finalisation of the conservation Management Plan, which was well underway when Trustee and company secretary **Dr Jacqui Goddard** unexpectedly passed away. Jacqui was an expert conservation architect and advocate, and teacher and mentor, for whom respect and affection were mixed in abundance, who contributed much during her relatively short time as Trustee, including developing a plan for improving access to the tennis court and garden which is now being finalised by co-opted Trustee, **Wendy Dellit** with Hon Architect Robert Moore. Wendy was immediately actively involved in a range of conservation and maintenance work, the final repairs to the garden arch, the recent investigation into termite infestation and the façade repainting, as **Penny Holden** transfers her knowledge, in preparation for handing on her roles as Trustee in June. Penny Holden's work at Eryldene for decades, her service to the curation and conservation of the house and collection is legendary. Penny's encyclopaedic knowledge of all things Eryldene is currently being recorded in the Eryldene Handbook and she has generously agreed to remain a ready reference source ahead. Together with her husband Michael, sons Thomas, David and grandson Jesse she has led three generations of volunteers at Eryldene and we are grateful to them all for their ever-generous support. We cannot thank Penny enough for her warm and diligent service.

With the 2021 local government elections, **Cheryl Szatow** also completed her term as Kuring-Gai Council's representative on the Trust, always providing apposite contacts and advice regarding local and Council matters relevant to Eryldene. We are very appreciative of her generous commitment of time and energy to Eryldene and pleased that she has accepted to join the Eryldene Foundation to continue her commitment. **Simon Lennon** has now become Council representative and together with his daughter Esther Lennon, who has been an Eryldene intern this year, we have another three generation family of Eryldene supporters, Simons father Richard being one of the original members. Also completing long term commitments to Eryldene this year are **David Fairlie** (former Trust chair and current Foundation chair) and **David Tunny**, former vice chair of the Trust and current vice chair of the Foundation. Their outstanding generosity of time, leadership and sage advice to Eryldene has been much appreciated over many years, and they leave the Foundation in experienced hands with **Michael Waterhouse**, **Rachel O'Connor**, **Cheryl Szatow** and **Penny Holden** to be joined by two new Board members shortly. This year also marked the end of almost twenty years of wonderful service to the Eryldene gardens by our landscape contractors, Newscape. Trustee Helen Wallace led the successful search for new contactors and horticultural advice, as well as co-ordinating the ever-growing team of garden volunteers supported by Trustee **Juliet Muras**.

Eryldene Trust treasurer CPA **Jonathan Karanikas** has steadfastly supported all aspects of the Trust financial responsibilities, proving monthly analysis of our financial situation, so essential in these tough times. However, the 2021 year must once again conclude with painful reflection on the realities regarding our financial position. Despite tightening our expenditures, and halving our landscape contract and office staff, we cannot meet our maintenance costs and despite delaying some tasks, our auditors note a loss of **\$36,794** over the year, after removing the impact of one-off NSW State Government COVID-19 financial support and other items that we were fortunate to receive. We must recognise that as the only House Museum in Australia run entirely by a community Trust, (without ongoing government support of any kind) the impacts of Covid and indeed its aftermath, demand a very strategic response, and continuing donor support. This year the Eryldene appeal will focus on remediating damage from white ant infestation and forensic preparation and re-painting of the front façade, two important conservation projects for 2022.

In November 2021, the Trustees considered that the likely outlook for 2022 would be a continuing level of uncertainty regarding Covid restrictions and we anticipated a lack of public confidence in attending events in the first few months, post pandemic. Eryldene will be using this time to rebuild its volunteer workforce, and to complete further planning and documentation projects to equip us ahead, particularly our Environmental Sustainability Action Plan which will help us take positive and responsible actions operationally as we aim to become carbon neutral by 2030, maximising the resilience of Eryldene's heritage gardens and engaging our visitors in this important journey. We foresee the January- June period being one of preparation for a fuller events calendar June-November, starting with Mother's Day teas in May, and Jazz in June. The second half of the year will be focussed on delivering the CBA Arts and Music Program and the Create NSW webinars and trialling the primary school program for launch in 2023.

To chair this group of Trustees is a great honour. Together with our wonderful donors and volunteers such enthusiasm and commitment to the care and conservation of Eryldene house and garden is a pleasure to be part of. 2021 has once again proven how much we rely on volunteers and donors to survive, as well as prudent governance and conservation excellence. We approach 2022 with a positive and strategic plan of action to reinvigorate our community engagements through open days and on line, and to develop new income streams through education programs to present and support this very special property. Thank you all for your support in so many ways.

Sheridan Burke
Chair

Dated: May 2021

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Report on Buildings & Collection For the Year Ended 31 December 2021

Eryldene started the year of 2021 with high hopes. The house was prepared for reopening, we welcomed student intern, Esther Lennon, granddaughter of Eryldene's first chairman Richard Lennon, and work began on the catalogue of the contents of the main bedroom. Mother's Day Teas were held on the verandah and in the vacated tenant's rooms and the gardens were opened during the following Sundays in May.

The severe lockdown which followed put paid to all this positive activity. Conservation works, mainly painting, were put on hold, Esther was able to 'rescue' some papers from the house to allow her to continue some of her work online. Basic maintenance continued: our new tenant kept the house open and aired, and the dehumidifiers' empty, Dr Sparkles continued his program of cleaning the gutters. Offsite the repair and rebuilding of the garden lattice, severely damaged by the 2019 storm, proceeded. It was finally put back in place at the end of the year.

Eryldene again was grateful for the support of Ku ring gai Council whose staff came to handwash the fence and timber work on the verandah, particularly appreciated this year as our annual volunteer working bee again had to be cancelled.

The lockdown precluded further interpretative events or booked tours for 2021. On the bright side, some tours have already been booked for 2022, volunteers have been busy readying the house and Collection for the public and Eryldene's volunteer guides look forward to sharing once more the art, architecture and multifaceted stories which enrich a visitor's experience to Eryldene.

Penelope Holden
Honorary Curator

Dated: April 2022

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Garden Council Report For the Year Ended 31 December 2021

Despite the restrictions imposed by the management of COVID, the volunteers continued their regular work in the garden. For most of us it was a welcome opportunity to be outdoors in beautiful and peaceful surroundings and to have contact with friends.

The Camellia Rejuvenation project was temporarily "paused" - retubbing was planned for June but became too difficult to organise around all the rules and restrictions. We are hopeful that it will now occur in mid 2022. We saw the results of the huge amount of pruning done in 2019 - healthier looking plants with a good display of blooms. We look forward to even more blooms in 2022

Although there was no Christmas Fair in 2021, the volunteers assembled a small stall of plants propagated from the Eryldene garden which were sold at the volunteers Christmas party in December and which made a small profit for Eryldene.

Volunteers meet and work every Friday and in 2021 spent more than 840 hours in the garden.

Helen Wallace
Chair, Garden Committee

Dated: May 2022

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Treasurer's Report

For the Year Ended 31 December 2021

As in 2020, once again Eryldene felt the significant financial impact of COVID-19 in 2021. While the Trust continued its directed efforts to reduce operating expenses considerably, unavoidable costs incurred resulted in a loss for the year, before extraordinary items. The Trust was fortunate to receive COVID-19 Business Support from the NSW State Government of \$27,036 – without this the Trust's modest operating surplus of \$16,627 (2020: \$13,113) would have been a significant loss as outlined below. In addition, the Foundation was able to further distribute to the Trust \$17,500, of which \$8,340 has been capitalised for expenditure on future projects in future financial years.

Thanks to the generous support of donors, the Trust received direct donations of \$17,185 (2020: \$27,348), including \$2,000 in community donations matched by the Turrumurra Bendigo Bank branch which was directed towards upgrading our website. The profit & loss statement shows a net surplus of \$16,627 (2020: \$13,113); after adjusting for this and other extraordinary income and expense items, the actual operating loss for the year amounted to -\$36,754 (2020: -\$46,840), reconciled as follows:

	2021	2020
	\$	\$
Net Profit/(Loss) for the year	16,627	13,113
Less:		
Distributions from The Eryldene Foundation	(17,500)	(52,000)
Donations & bequests received	(17,185)	(27,348)
COVID-19 government support	(27,036)	-
Grants income	(4,781)	(38,589)
Insurance recoveries received	-	(36,972)
Add:		
Foundation Distributions capitalised	8,340	13,282
Expenditure from grants	4,781	38,589
Costs funded by insurance recoveries	-	43,085
Net Loss	(36,754)	(46,840)

With multiple COVID-safe plans in place, the garden was opened again for certain events up to late June 2021, when the NSW lockdown necessitated cancellation of most of the events for the remainder of the year. While these events were largely supported by volunteer efforts, the costs to run each were significant in proportion to the revenue each generated and, while these events achieved the purpose of presenting Eryldene to the community, they did not significantly add to the bottom line. The gross revenue from each month, compared to 2020, is shown below.

	2021	2020
	\$	\$
Twilight Jazz	-	7,856
Weddings & other activities	14,491	9,979
Open Weekends & High Teas	8,437	6,855
Total	22,928	24,690

I would like to thank Chair Sheridan Burke for her leadership of the Trust, and to all Trustees for their work and commitment to preserving the treasure that is Eryldene.

In 2022, it will again be necessary for The Eryldene Foundation to contribute to the operations of The Eryldene Trust. We have received assurance in writing from the Board of The Eryldene Foundation indicating that the Foundation will continue to provide financial support to the Trust to ensure that its debts can be met as and when they fall due for the 12 months following the date of this report.

Jonathan Karanikas
Treasurer

Dated: May 2021

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Directors' Report For the Year Ended 31 December 2021

The directors have pleasure in presenting their report together on The Eryldene Trust for the financial year ended 31 December 2021.

1. GENERAL INFORMATION

Information on directors

The names of each person who has been a director during the year are:

Name	Responsibilities
Sheridan Burke	Chair
Penelope Cathcart Holden	Director
Helen Wallace	Director
Suzanne Bravery	Director, Vice Chair
Maree Callinan	Director
Jacqui Goddard	Director, Secretary
Jonathan Karanikas	Director, Treasurer
Judith Coombes	Director
<i>Nominees of NSW Camellia Research Society</i>	
Juliet Muras	Director
Bruce Walker	Director
<i>Nominee of Ku-ring-gai Municipal Council</i>	
Cr Cheryl Szatow	Director

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

During the financial year, 11 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	No. Eligible to Attend	Attended
Directors (in office since beginning of 2021 unless indicated otherwise below)		
Sheridan Burke	11	11
Penelope Cathcart Holden	11	11
Helen Wallace	11	11
Suzanne Bravery	10	7
Maree Callinan	5	4
Jacqui Goddard	4	4
Jonathan Karanikas	11	11
Juliet Muras	11	7
Bruce Walker	11	11
Cr Cheryl Szatow	11	9

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Directors' Report

For the Year Ended 31 December 2021

Principal activities

The principal activities of the Company during the year were the conservation of the Trust property and the opening of Eryldene to the public as an historic house and garden. There were no significant changes in the nature of those activities during the year.

No significant changes in the nature of the Company's activity occurred during the financial year.

2. OPERATING RESULTS AND REVIEW OF OPERATIONS FOR THE YEAR

Operating results

The surplus/(loss) of the Company after providing for income tax amounted to \$16,627 (2020: \$13,113).

A review of the operations of the Company during the financial year and the results of those operations shows the following:

	2021	2020
	\$	\$
Operating profit/(loss) before Distributions paid	(19,569)	(34,245)
NSW government COVID-19 grants	27,036	-
Distributions from The Eryldene Foundation	17,500	52,000
Less: Distributions capitalised	(8,340)	(4,642)
Net profit/(loss)	16,627	13,113

Review of operations

A review of the operations of the Company during the financial year is set out earlier in this Report under 'Chairperson's Review of Activities'.

Dividends

The Company is not-for-profit company limited by guarantee and is prevented by its constitution from paying dividends.

Segment reporting information

As the company operates in one geographic area and obtains its income from a single stream of activity, no segment reporting is necessary.

Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

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Directors' Report

For the Year Ended 31 December 2021

Membership

The company is Limited by Guarantee and without a share capital. The number of members in each category of membership of the Company is set out below:

	2021	2020
Family Members	34	34
Single Members	40	38
Life Memberships	26	26
	100	98

Fundraising and Donations

The Eryldene Trust is a Deductible Gift Recipient and gifts made to the Company are tax deductible.

Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

3. OTHER ITEMS

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events after the reporting date

In the opinion of the Directors, no events have occurred after the end of the financial year that materially prejudice the ability of the Company to continue as a going concern nor significantly affect the state of affairs of the Company in future financial years.

Future developments and results

During the financial year, the effects of the global COVID-19 pandemic have caused significant restrictions in relation to gatherings and events which have significantly affected and may continue to significantly affect the operations of the Trust. This may affect the Company and the results of its operations in future years. In the opinion of the Directors, these circumstances do not materially prejudice the ability of the Company to continue as a going concern nor significantly affect the state of affairs of the Company in future financial years. Other than this matter, there are no likely developments in the operations of the Company which may affect the result of the Company in the financial year subsequent to 31 December 2021.

Directors' Interests

No director of the Company has received or has become entitled to receive a benefit by reason of a contract made by the Company or a related corporation with him or with a firm of which he is a member, or with a company in which he has a substantial interest.

Environmental regulation

The Company's operations are regulated by various environmental regulations under both Commonwealth and State legislation. The Board believes that Company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the Company.

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Directors' Report For the Year Ended 31 December 2021

Indemnification and insurance of officers and auditors

During the financial year the company has paid or agreed to pay insurance premiums to insure each of the directors and officers against liabilities for cost and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the company other than a wilful breach of duty in relation to the company.

Auditor's Independence Declaration

Brooks Deane & Powne continues in office in accordance with Section 327 of the *Corporations Act 2001*. A copy of the Auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is included in the financial report.

Signed in accordance with a resolution of the board of directors.

.....
Sheridan Burke (Chair)

.....
Jonathan Karanikas (Director, Treasurer)

Date:

AUDITOR INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT TO THE DIRECTORS OF THE ERYLDENE TRUST

We declare that, to the best of our knowledge and belief, during the year ended 31 December 2021 there has been:

- (i) no contravention of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contravention of any applicable code of professional conduct in relation to the audit.

Name of Firm: Brooks, Deane & Powne
Name of Partner: Carl Gilmore
Address: Level 3, 50 Clarence Street Sydney NSW

.....

Carl Gilmore– Partner

Dated:

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 31 December 2021

		2021	2020
	Note	\$	\$
Revenues from ordinary activities	4	62,009	60,053
Other income	4	380	42,295
Grants received	8	31,817	38,589
Distributions received	5	9,160	47,358
Total Revenue		103,366	188,295
Events expense	6	(6,045)	(7,766)
Employee benefits expense	6	(12,306)	(21,498)
Maintenance expense	6, 7	(32,203)	(112,395)
Depreciation and amortisation expense		(1,180)	(1,180)
Other operating expenses from ordinary activities	6	(35,005)	(32,343)
Total Expenditure		(86,739)	(175,182)
Profit before income tax		16,627	13,113
Income tax expense		-	-
Profit for the year		16,627	13,113
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		16,627	13,113

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Statement of Financial Position

As At 31 December 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	9	128,152	95,939
Trade and other receivables	10	1,999	974
Inventories		621	621
Other current assets	11	10,794	8,743
TOTAL CURRENT ASSETS		141,566	106,277
NON-CURRENT ASSETS			
Property, Plant & Equipment	12	3,588,358	2,729,538
TOTAL NON-CURRENT ASSETS		3,588,358	2,729,538
TOTAL ASSETS		3,729,924	2,835,815
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	13	36,785	38,498
Unearned revenue	14	60,646	41,451
TOTAL CURRENT LIABILITIES		97,431	79,949
TOTAL LIABILITIES		97,431	79,949
NET ASSETS		3,632,493	2,755,866
EQUITY			
Retained earnings		207,493	190,866
Reserves		3,425,000	2,565,000
TOTAL EQUITY		3,632,493	2,755,866

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Statement of Changes in Equity For the Year Ended 31 December 2021

2021

	Note	Restricted Funds	Asset Revaluation Reserve	Retained Earnings	Total
		\$	\$	\$	\$
Balance at 1 January 2021		5,000	2,560,000	190,866	2,755,866
Surplus/(loss) for the year		-	-	16,627	16,627
Revaluation increment/(decrement)	12	-	860,000	-	860,000
Balance at 31 December 2021		5,000	3,420,000	207,493	3,632,493

2020

	Note	Restricted Funds	Asset Revaluation Reserve	Retained Earnings	Total
		\$	\$	\$	\$
Balance at 1 January 2020		-	1,220,000	182,753	1,402,753
Surplus/(loss) for the year		-	-	13,113	13,113
Transfer from/(to) reserves		5,000	-	(5,000)	-
Revaluation increment/(decrement)	12	-	1,340,000	-	1,340,000
Balance at 31 December 2020		5,000	2,560,000	190,866	2,755,866

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Statement of Cash Flows For the Year Ended 31 December 2021

	2021	2020
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from members, customers and donors	61,358	101,339
Receipts from grants	9 42,672	50,490
Receipts from The Eryldene Foundation	5 17,500	52,000
Payments to suppliers and employees	(89,323)	(159,775)
Interest received	6	35
Net cash provided by/(used in) operating activities	18 32,213	44,089
CASH FLOWS FROM INVESTING ACTIVITIES:		
Net cash provided by/(used in) investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net cash provided by/(used in) financing activities	-	-
Net increase/(decrease) in cash and cash equivalents held	32,213	44,089
Cash and cash equivalents at beginning of year	95,939	51,850
Cash and cash equivalents at end of financial year	9 128,152	95,939

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Notes to the Financial Statements For the Year Ended 31 December 2021

The financial report covers The Eryldene Trust as an individual entity. The Eryldene Trust is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of The Eryldene Trust is Australian dollars.

The accounting policies adopted by the Company and comparatives are consistent with prior years, unless otherwise stated.

1 BASIS OF PREPARATION

The financial statements are special purpose financial statements that have been prepared in accordance with the Australian Accounting Standards and Australian Accounting Interpretations of the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions.

Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values. Cost is based on the fair values of the consideration given in exchange for assets.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable.

Interest revenue

Interest is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(c) Land

Land has been separated from Buildings at its cost at purchase, namely \$140,000. Revaluation, based on Heritage Land Valuation by the NSW Valuer General, dated 1 July 2020 has been adopted by Directors resulting in an Asset Revaluation Reserve of \$2,560,000 and Land at valuation of \$2,700,000.

THE ERYLDENE TRUST

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Notes to the Financial Statements For the Year Ended 31 December 2021

(d) Property, Plant & Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount from these assets. Buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

Plant and equipment

Plant and equipment are measured using the cost model.

Buildings

Buildings are measured using the cost model.

Land

Land is measured using the revaluation model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Office Equipment	10%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Depreciation of Buildings ceased at 31 December 2007 as the Directors are of the view that the Buildings do not warrant impairment beyond that which has accrued to date.

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Notes to the Financial Statements

For the Year Ended 31 December 2021

(e) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on first-in first-out principle, and includes expenditure incurred in acquiring the inventories and other costs incurred in bringing them to their existing location and condition.

(f) Heritage assets

Heritage assets held by the trust include assets of cultural significance and value, for which generally no market is readily available to measure its value. Heritage assets held by the Trust include a collection of significant items, and camellias. These assets are not recognised on in the financial statements as their value cannot be reliably measured, and are recorded at a nominal value of \$1.00 in total.

(g) Goods and services tax (GST)

Revenue, expenses and assets are recognised inclusive of any amount of goods and services tax (GST). The Company is not registered nor required to be registered for GST, consequently no amount of GST incurred is recoverable from the Australian Taxation Office (ATO).

(h) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(i) Trade and other receivables

Trade debtors and other receivables represent the principal amount due at balance date plus accrued interest and less, where applicable, any unearned income and provisions for doubtful accounts.

(j) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition.

(k) Volunteers

AASB1058 Income of Not for Profits requires the Company to include the value of the work provided by volunteers. The Company has determined that the valuation of work provided by volunteers would be extremely difficult to assess and would be unable to be reliably estimated and so has not been adopted in the financial statements.

(l) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 31 December 2021, with the exception of *AASB 1058 Income for Not for Profits*. The absence of the adoption of this standard has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial

THE ERYLDENE TRUST

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Notes to the Financial Statements For the Year Ended 31 December 2021

statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

4 REVENUE AND OTHER INCOME

Revenue from continuing operations

	2021	2020
	\$	\$
Revenue from Ordinary Activities		
- Donations – general*	17,185	22,348
- Interest received	6	35
- Membership fees	720	2,060
- Venue hire and tour fees	14,491	8,368
- Rent received	11,934	10,920
- Events income	17,673	16,322
Total Revenue	62,009	60,053
Other Income		
- Insurance recoveries	-	36,972
- Bequests received	-	5,000
- Other Income	380	323
Total Other income	380	42,295
Grants received	8 31,817	38,589
Distributions from The Erydene Foundation Limited	5 9,160	47,358
Total Revenue and other income	103,366	188,295

* Relates to voluntary donations received. There were no fundraising appeals conducted by the Trust as defined under the *Charitable Fundraising Act 1991 No 69*.

5 DISTRIBUTIONS RECEIVED

Distributions from The Erydene Foundation Limited

Distribution payments received	17,500	52,000
Add: amounts recognised as revenue from amounts previously capitalised	9,160	8,640
Less: amounts capitalised for special projects	(17,500)	(13,282)
Net amount capitalised	(8,340)	(4,642)
Distribution income	9,160	47,358

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Notes to the Financial Statements For the Year Ended 31 December 2021

6 RESULT FOR THE YEAR

The result for the year includes the following specific expenses:

	2021 \$	2020 \$
Events expense:		
Cost of sales – events	2,350	7,136
Purchases – shop items	3,695	630
Total Events expense	<u>6,045</u>	<u>7,766</u>
Employee benefits expense:		
Contractors' expense	10,873	18,960
Superannuation	1,187	2,031
Workers' compensation premiums	246	507
Total Employee benefits expense	<u>12,306</u>	<u>21,498</u>
Maintenance expense:		
Landscaping & garden maintenance	13,582	17,798
Repairs & maintenance – funded	7 12,160	87,933
Repairs & maintenance - general	6,461	6,664
Total Maintenance expense	<u>32,203</u>	<u>112,395</u>
Other operating expenses		
Bank charges & merchant fees	1,667	1,178
Insurance	17,751	17,711
Auditor's remuneration	1,320	1,320
Office & communications expense	4,229	5,913
Website expenses	4,011	-
Gas, electricity, & water	4,311	6,171
Consultants' fees	-	-
Sundry expenses	1,716	50
Total Other operating expenses	<u>35,005</u>	<u>32,343</u>
Total	<u>85,559</u>	<u>174,002</u>

7 MAINTENANCE EXPENSE - FUNDED

Repairs & maintenance (funded) – house	9,000	43,915
Repairs & maintenance (funded) – garden	3,160	44,018
Total Maintenance expense - funded	<u>12,160</u>	<u>87,933</u>

Repairs & maintenance (funded) includes capital work items to maintain the house and garden beyond maintenance required arising from its ordinary use. These amounts were funded from specific grants and from funds raised by The Eryldene Foundation, distributed to the Trust.

THE ERYLDENE TRUST

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Notes to the Financial Statements For the Year Ended 31 December 2021

8 GRANTS RECEIVED

	2021 \$	2020 \$
Grants received		
Grants received – Ku-ring-gai Municipal Council	-	11,000
Grants received – Heritage NSW	-	10,000
Grants received – NSW government COVID-19 support	27,036	-
Grants received – Museums & Galleries Association	2,000	-
Grants received – Commonwealth Bank Foundation	10,000	-
Grants received – Other	3,636	29,490
Total grants received	42,672	50,490
Less: Grants expended, within:		
- Repairs & maintenance (funded)	(880)	(33,589)
- Website costs	(2,000)	-
- Other operating expenses	(28,937)	(5,000)
Total grants expended	(31,817)	(38,589)
Balance of unexpended grants from prior year	11,901	-
Unexpended grant funds	22,756	11,901

The amounts of unexpended grant funds relate to grant applications which apply to the next financial reporting period and are expected to be spent in full.

9 CASH AND CASH EQUIVALENTS

CURRENT		
Cash at bank – at call deposits	128,050	95,817
Cash on hand	102	122
Total cash and cash equivalents	128,152	95,939

10 TRADE AND OTHER RECEIVABLES

CURRENT		
Trade receivables	1,999	495
Other receivables – ticket agency clearing	-	479
Total current trade and other receivables	1,999	974

The carrying value of other receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

11 OTHER CURRENT ASSETS

Prepayments - insurance	10,794	8,743
Total other current assets	10,794	8,743

THE ERYLDENE TRUST

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Notes to the Financial Statements For the Year Ended 31 December 2021

12 PROPERTY, PLANT AND EQUIPMENT

	2021 \$	2020 \$
Land & buildings		
Land (at valuation)*	3,560,000	2,700,000
Buildings (at cost)	192,817	192,817
Accumulated depreciation	(166,209)	(166,209)
	<u>3,586,608</u>	<u>2,726,608</u>
Heritage collection		
Heritage collection – at nominal value	1	1
	<u>1</u>	<u>1</u>
Plant & equipment		
Plant & equipment (at cost)	97,637	97,637
Accumulated depreciation	(95,888)	(94,708)
	<u>1,749</u>	<u>2,929</u>
Total Property, plant & equipment	<u><u>3,588,358</u></u>	<u><u>2,729,538</u></u>

*The land at 17 McIntosh Street, Gordon NSW 2072 was revalued at 31 December 2021 to \$3,560,000 in accordance with the NSW Valuer-General's heritage land valuation at 1 July 2021 (property no. 704021). Prior to 2020, the land was last revalued to \$1,360,000 on 1 July 2008 using the Valuer-General's valuation.

13 TRADE AND OTHER PAYABLES

CURRENT		
Trade creditors	16,296	17,290
Accruals	19,897	20,675
GST payable/(refundable)	(575)	-
Superannuation payable	1,167	533
Total current trade and other payables	<u><u>36,785</u></u>	<u><u>38,498</u></u>

Accruals relate to amounts to which the Trust has committed to pay, in relation to repairs costs recovered from an insurance claim received during 2020 (arising from storm damage to the property). After the end of the year, a significant amount of the repair work was completed and paid.

14 UNEARNED REVENUE

CURRENT		
The Eryldene Foundation - amounts capitalised for special projects	37,890	29,550
Unexpended grant funds	8 22,756	11,901
Total unearned revenue	<u><u>60,646</u></u>	<u><u>41,451</u></u>

The carrying value of other receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

THE ERYLDENE TRUST

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Notes to the Financial Statements

For the Year Ended 31 December 2021

15 KEY MANAGEMENT PERSONNEL REMUNERATION

Key management personnel, being those persons having authority and responsibility for planning, directing and controlling activities of the Company, includes the Directors.

During the year, the Directors did not receive any remuneration for their roles as directors of the Company.

During the year, the Key Management Personnel did not receive any remuneration.

16 CONTINGENCIES

In the opinion of the Directors, the Company did not have any contingencies at 31 December 2021 (31 December 2020: None).

17 RELATED PARTIES

(a) The Company's main related parties are as follows:

The Eryldene Foundation Limited is a related party because Penelope Holden, Sheridan Burke, and Jonathan Karanikas are a director of each of the entities (including at any time during the year). It is agreed that the net income of The Eryldene Foundation Limited (subject to retention of any prudent reserve) will be transferred when required to the Trust for the purpose of maintaining Eryldene House and Garden.

Key management personnel - refer to Note 15.

(b) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

	2021	2020
	\$	\$
The Eryldene Foundation Limited		
Distributions received from	17,500	52,000
Directors of the Company		
Reimbursements for reasonable expenses in the normal course of operations	(1,909)	(1,666)
Fees to an associate of a director at arm's length in the normal course of operations	(500)	-

THE ERYLDENE TRUST

ABN 60 001 732 592

Notes to the Financial Statements For the Year Ended 31 December 2021

18 CASH FLOW INFORMATION

Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2021	2020
	\$	\$
Profit/(loss) for the year	16,627	13,113
Non-cash flows in net profit/(loss):		
- Depreciation and amortisation	1,180	1,180
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(1,025)	(974)
- (increase)/decrease in inventories	-	299
- (increase)/decrease in prepayments	(2,051)	(8,743)
- increase/(decrease) in trade and other payables	(1,713)	22,811
- increase/(decrease) in income in advance	19,195	16,403
Cashflows from operations	<u>32,213</u>	<u>44,089</u>

19 SEGMENT REPORTING INFORMATION

As the company operates in one geographic area and obtains its income from a single stream of activity no segment reporting is required.

20 MEMBERS' GUARANTEE

The Company is Limited by Guarantee. If the Company is wound up, the Memorandum of Association states that each member or any person who ceased to be a member within one year of the wind up is required to contribute a maximum of \$50 each towards meeting any outstanding obligations of the Company. At 31 December 2021, there were 34 Family Members (2020: 34), 40 Single Members (2020: 38), and 26 life members of the Trust (2020: 26).

21 ASIC CLASS ORDER REGARDING 'LIMITED'

ASIC has granted approval for the company to exclude the word "Limited" from the end of its name.

22 EVENTS AFTER THE END OF THE REPORTING PERIOD

There were no significant events that occurred after 31 December 2021 (2020: None).

23 STATUTORY INFORMATION

The registered office and principal place of business of the Company is:

The Eryldene Trust
17 McIntosh Street
GORDON NSW 2072

THE ERYLDENE TRUST

ABN 60 001 732 592

Directors' Declaration

Declaration in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*:

The Directors' of the Company declare that:

- the financial statements and notes as set out on pages 13 to 26, for the year ended 31 December 2021 are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and:
 - Comply with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012*; and,
 - Give a true and fair view of the financial position as at 31 December 2021 and the performance for the year ended on that date of the Company.
- there are reasonable grounds to believe that the Company is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

This declaration is made in accordance with a resolution of the Board of Directors.

Declaration as required by the *Charitable Fundraising Act 1991 (NSW)*:

- (a) the accounts for the year ended 31 December 2021, give a true and fair view of all income and expenditure of The Eryldene Trust with respect to fundraising appeals; and
- (b) the statement of financial position as at 31 December 2021 gives a true and fair view of the state of affairs with respect to fundraising appeals; and
- (c) the provision of the *Charitable Fundraising Act 1991 (NSW)* and the regulations under that Act and the conditions attached to the authority have been complied with; and
- (d) the internal controls exercised by The Eryldene Trust are appropriate and effective in accounting for all income received and applied from any of its fundraising appeals.

.....
Sheridan Burke (Chair)

.....
Jonathan Karanikas (Director, Treasurer)

Dated this day of2022

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE ERYLDENE TRUST LIMITED
(A COMPANY LIMITED BY GUARANTEE) ABN 60 001 732 592**

Scope

The special purpose financial report comprises the Income Statement, Balance Sheet and Notes to the financial statements of the Eryldene Trust for the year ended 31 December 2021. The financial report is prepared on the basis set out in Note 1 to the accounts.

The directors of the Eryldene Trust are responsible for the preparation and true and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements and needs of Eryldene Trust. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. We disclaim any assumptions of responsibility for any reliance on this report or on the financial report to which it relates.

Audit Approach

We conducted an independent audit of the financial report in order to express an opinion to the members of the Eryldene Trust. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report is presented fairly in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the Eryldene Trust's financial position, and of its performance as represented by the results of its operations. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1, are appropriate to the needs of the Eryldene Trust.

We formed our audit opinion on the basis of these procedures, which included:

- Examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- Assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Officers.

While we considered the effectiveness of management's internal controls over the financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE ERYLDENE TRUST (CON'T)

(A COMPANY LIMITED BY GUARANTEE) ABN 60 001 732 592

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and declare to the best of our knowledge and belief our independence in respect of this audit assignment.

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

Audit opinion

In our opinion, the financial reports of the Eryldene Trust are properly drawn up:

- (a) so as to give a true and fair view of:
 - (i) the financial position of the Eryldene Trust as at 31 December 2021 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- (b) complying with Accounting Standards in Australia to the extent described in Note 1.

BROOKS, DEANE & POWNE
Chartered Accountants

.....

Carl Gilmore– Partner

Date: