



SandhurstTrustees

Bendigo Global Share Fund

ARSN 119 357 890

Annual Report 2021

The responsible entity and issuer of this product is Sandhurst Trustees Limited ABN 16 004 030 737 AFSL 237906 a subsidiary of Bendigo and Adelaide Bank Limited ABN 11 068 049 178 AFSL 237879

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		Bendigo Global Share Fund ARSN 119 957 890

Directors' Report

The directors of Sandhurst Trustees Limited (the Responsible Entity), present this report on the Bendigo Global Share Fund (the Fund), formerly called the Sandhurst Professional GVI Global Industrial Fund for the period 1 July 2020 to 9 February 2021.

Directors

The name of each person who has been a director of Sandhurst Trustees Limited during the financial period and to the date of this report are:

Jennifer Lynn Dawson Chair
Paul Gerard Rohan
Richard John Baker
Deborah Lorraine Radford (resigned 1 January 2021)
Anthony Peter Hodges (appointed 2 January 2021) (resigned 24 March 2021)
Alexandra Maris Tullio (appointed 9 March 2021)

Principal activities

The principal activity of the Fund during the period was the investment in a portfolio of Australian based wholesale funds which invest in International securities and cash. The investments are managed by a variety of different investment managers selected by Sandhurst Trustees.

On 9 February 2021 the Fund sold the remaining units in the Vanguard Funds (its underlying managed investment scheme), extinguishing all the liabilities and distributed a final return to the remaining unitholders, utilising the residual net assets. The wind-up of the Fund will be completed upon lodgement of these financial reports with the Australian Securities and Investment Commission (ASIC).

The Fund did not have any employees during the period.

Managed investment scheme

The Fund is an Australian registered managed investment scheme, and was constituted on 13 April 2006. Sandhurst Trustees Limited, the Responsible Entity of the Fund, is incorporated and domiciled in Australia.

Net assets attributable to unitholders

Net assets attributable to unitholders are classified and disclosed as a liability in the Statement of Financial Position. Consequently, the Fund has recognised distributions to unitholders as a finance cost in the Statement of Comprehensive Income.

Review of Results and Operations

Results and distributions	2021	2020
	\$	\$
Net profit/(loss) attributable to unitholders (before finance costs)	828,388	192,467
Distributions to unitholders paid in respect of the financial period were:	80,454	142,729

Directors' Report (continued)

Performance

The performance of the Fund during the periods are summarised in the following table. As the Fund closed on the 9 February 2021 these are based on 31 December 2020 period.

2021	1 year %	3 years %	5 years %
Growth return	10.29	9.28	9.53
Distribution return	5.77	3.49	2.99
Total return	16.06	12.77	12.52
Benchmark return	5.60	9.87	10.91
2020	1 year %	3 years %	5 years %
Growth return	1.63	6.60	4.74
Distribution return	3.27	2.97	2.42
Total return	4.90	9.57	7.16
Benchmark return	3.42	8.94	8.02

Benchmark: The MSCI World ex Australia 50% hedged to AUD Index was adopted as the Fund's Benchmark on 31 December 2016, benchmark calculations prior to this date are based on the MSCI World Accumulation Index (AUD) Hedged.

Significant changes in state of affairs

The Responsible Entity is proceeding to wind up the Fund. This process commenced on 9 February 2021 and will be completed upon lodgement of these financial reports for the Fund with ASIC. The prior year comparatives are for the 12 month period ending 30 June 2020.

Significant events after the balance date

As per the discussion above, it is expected the Fund will wind up upon lodgement of these financial reports with the Australian Securities and Investment Commission (ASIC). These represent the final set of financial reports for the Fund.

Likely developments and expected results

The investment strategy of the Fund will be maintained in accordance with the Fund's Constitution and investment objectives as detailed in the most recent Product Disclosure Statement.

Environmental regulation and performance

The operations of the Fund are not subject to any particular or significant environmental regulation under a law of the Commonwealth or of a State or Territory. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

Directors' Report (continued)

Options

No options over units in the Fund were granted during or since the end of the period and there were no options outstanding at the date of this report.

Indemnities and insurance premiums for officers or directors

Under the Fund's constitution, the Responsible Entity, including its officers and employees, is indemnified out of the Fund's assets for any loss, damage, expense or other liability incurred by it in properly performing or exercising any of its powers, duties or rights in relation to the Fund.

The Fund has not indemnified any auditor of the Fund.

During the financial period each director and officer of the Responsible Entity was insured against liability and legal expenses incurred in their respective capacities. This insures against certain liability (subject to specified exclusions) for persons who are or have been directors of the Responsible Entity or executive officers of the Responsible Entity.

The Responsible Entity has not provided any insurance to a related body corporate or to an auditor of the Responsible Entity.

Units on Issue

The movement in units on issue of the Fund for the period was as follows:

	2021	2020
	Units	Units
Units issued	90,613	364,636
Units redeemed	(3,325,465)	(481,365)
Units on issue as at 9 February	-	3,234,852

	2021	2020
	\$	\$
Value of total Fund assets as at 9 February	-	4,556,721

The basis for valuation of the Fund's assets is disclosed in Note 2 to the financial statements.

Interests of the Responsible Entity

The Responsible Entity and its associates have not held any units in the Fund during the financial period.

The following fees were paid to Sandhurst Trustees Limited and its associates out of the Fund during the financial period:

	2021	2020
	\$	\$
Management fees paid/payable to the Responsible Entity	14,196	24,937

Directors' Report (continued)

Auditor's Independence Declaration

A copy of the auditor's independence declaration is set out on the following page.

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

A handwritten signature in black ink that reads "Jennifer Dawson". The signature is written in a cursive style with a large initial 'J'.

Jennifer L Dawson
Chair
Bendigo
13 September 2021



**Building a better
working world**

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Auditor's Independence Declaration to the Directors of Sandhurst Trustees Limited, as Responsible Entity for Bendigo Global Share Fund

As lead auditor for the audit of the financial report of Bendigo Global Share Fund for the period ended 9 February 2021, I declare 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.

Ernst & Young

Hayley Watson
Partner
Melbourne
13 September 2021

Statement of Comprehensive Income

For the period ended 9 February 2021

	Note	2021 \$	2020 \$
Income			
Interest income	3(a)	-	488
Distribution income		104,496	303,687
Other income		2,437	31,062
Net gains/(losses) on financial instruments at fair value through profit or loss	13	735,679	(117,833)
		<u>842,612</u>	<u>217,404</u>
Expenses			
Management fees	12(c)	(14,196)	(24,937)
Other expenses		(28)	-
		<u>(14,224)</u>	<u>(24,937)</u>
Net profit attributable to Unitholders (before finance costs)		828,388	192,467
Finance Costs			
Distributions to unitholders	3(b)	(80,454)	(142,729)
Change in Net Assets attributable to Unitholders		<u>747,934</u>	<u>49,738</u>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes to the financial statements.

Statement of Financial Position

As at 9 February 2021

	Note	2021 \$	2020 \$
Assets			
Cash and cash equivalents	4	-	166,498
Other receivables	5	-	306,728
Financial assets at fair value through profit or loss	6	-	4,083,495
Total Assets		-	4,556,721
Liabilities			
Management fees payable	7	-	6,297
Distribution payable		-	137,703
Total liabilities (excluding Net Assets Attributable to Unitholders)		-	144,000
Net Assets Attributable to Unitholders (Liability)	8(b)	-	4,412,721

The above Statement of Financial Position should be read in conjunction with the accompanying notes to the financial statements.

Statement of Changes in Net Assets Attributable to Unitholders

For the period ended 9 February 2021

	Note	2021 \$	2020 \$
Opening balance		4,412,721	4,518,372
Net profit attributable to unitholders (before finance costs)		828,388	192,467
Distribution to unitholders		(80,454)	(142,729)
Application for units		71,209	380,033
Redemption of units		<u>(5,231,864)</u>	<u>(535,422)</u>
Closing balance	8(b)	<u>-</u>	<u>4,412,721</u>

The above Statement of Changes in Net Assets Attributable to Unitholders should be read in conjunction with the accompanying notes to the financial statements.

Statement of Cash Flows

For the period ended 9 February 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
Proceeds from the sale of securities designated as financial instruments at fair value through profit or loss		4,820,528	1,132,212
Payments for purchase of securities designated as financial instruments at fair value through profit or loss		-	(1,290,000)
Interest received		-	488
Distributions received		408,183	177,666
GST received		1,432	1,776
Other income received		3,705	9,010
Other expenses paid		(28)	-
Management fees paid		(21,506)	(26,700)
		<u>5,212,314</u>	<u>4,452</u>
Net cash flows from operating activities	9(b)		
Cash flows from financing activities			
Proceeds from applications by unitholders		26,610	364,827
Payments for redemptions by unitholders		(5,231,864)	(535,422)
Distribution paid		(173,558)	(68,311)
		<u>(5,378,812)</u>	<u>(238,906)</u>
Net cash used in financing activities			
Net decrease in cash and cash equivalents		(166,498)	(234,454)
Cash and cash equivalents at the beginning of the year		<u>166,498</u>	<u>400,952</u>
Cash and Cash Equivalents at the end of the year	9(a)	<u>-</u>	<u>166,498</u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes to the financial statements.

Notes to the Financial Statements

1. Corporate information

The financial report of the Fund for the period 1 July 2020 to 9 February 2021 was authorised for issue in accordance with a resolution of the directors of the Responsible Entity on 13 September 2021.

The Fund is a managed investment scheme, constituted on 13 April 2006. Sandhurst Trustees Limited, the Responsible Entity of the Fund, is incorporated and domiciled in Australia.

The Fund had a final valuation date of 9 February 2021. The wind up of the Fund has commenced and will be completed upon lodgement of these final financial reports with ASIC.

2. Summary of significant accounting policies

(a) *Basis of Preparation*

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001* (cth), Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. The financial report has been prepared in accordance with the historical cost convention, except for the valuation of investments in financial assets, which have been measured at fair value.

The Statement of Financial Position is presented on a liquidity basis. The final valuation date of the investments in the Fund was 9 February 2021. The financial reports have been prepared on a net realisable value basis reflecting the unitholders expectation of an orderly wind up with assets and liabilities being settled at their carrying amounts.

The Fund is a for-profit entity for the purpose of preparing financial statements.

(b) *Statement of compliance*

The financial report complies with Australian Accounting Standards as issued by the Australian Accounting Standards Board and International Financial Reporting Standards as issued by the International Accounting Standards Board.

(c) *Changes in Accounting Policies*

New and amended standards and interpretations

The Fund applied for the first-time certain standards and amendments, which are effective for the year ended 30 June 2021. The Fund has not early adopted any other standard, interpretation or amendment that has been issued but not yet effective.

Amendments to AASB 101 and AASB 108: Definition of Material

In October 2018, the AASB issued amendments to AASB 101 Presentation of Financial Statements and AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors to align the definition of 'material' across the standards and to clarify certain aspects of the definition. The new definition states that, 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.' The amendments clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users.

This amendment had no impact on the financial statements nor is there expected to be any future impact to the Fund.

Standards issued or amended but not yet effective

Certain Australian Accounting Standards have been recently issued or amended but are not effective and have not been adopted by the Fund for the annual reporting period ended 30 June 2021. These new standards and interpretations do not have an impact on the financial statements.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

(d) *Financial Instruments*

Classification

Financial assets

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost

The Fund classifies its assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsibility Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For financial instruments that are measured at fair value through profit or loss, they do not represent solely payments of principal and interest. This category includes investments in unlisted managed investment schemes.

For cash and cash equivalents and other receivables, these assets are held in order to collect the contractual cash flows. The contractual terms of these assets give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

Financial liabilities

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost (distributions payable and management fees payable).

Recognition and derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged.

Measurement

Financial instruments at fair value through profit or loss

At initial recognition, the Fund measures financial assets and financial liabilities at its fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income in the period in which they arise. Interest earned on these instruments are recorded separately in interest revenue in the Statement of Comprehensive Income.

Financial instruments at amortised cost

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured according to their classification using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, as well as through the amortisation process.

The effective interest method (EIR) is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating and recognising the interest income or interest expense in profit or loss over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial asset or financial liability to the gross carrying amount of the financial asset or to the amortised cost of the financial liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments, but does not consider expected credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

When an investment is disposed, the cumulative gain or loss, net of tax thereon, is recognised as realised gains and losses from the sale of financial instruments in the Statement of Comprehensive Income.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

Impairment

At each reporting date, the Fund shall measure the loss allowance on financial assets at amortised cost (cash and cash equivalents and other receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that credit risk may have significantly increased. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when the Fund has a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

As at the end of the reporting period, there are no financial assets or liabilities offset or with the right to offset in the Statement of Financial Position.

(e) *Comparative revisions*

Comparative information has been revised where appropriate to enhance comparability. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

(f) *Income Tax*

Under current legislation, the Funds are not subject to income tax provided the unitholders are presently entitled to the income of the Funds and the Funds fully distribute their taxable income.

(g) *Cash and cash equivalents*

For the purpose of the Statement of Cash Flows, cash and cash equivalents, in the Statement of Financial Position comprises of current deposits with banks.

(h) *Income*

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. The following specific recognition criteria must also be met before income is recognised:

(i) Distribution income

Distribution income is recognised when the Fund's right to receive the payment is established.

(ii) Interest income

Interest income on cash deposits is recognised on an accrual basis, using the effective interest rate method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument.

(iii) Investment income

Gains and losses on investments are calculated as the difference between the fair value at sale, or at the year end, and the fair value at the previous valuation point. This includes both realised gains and losses and unrealised gains and losses, but does not include interest or distribution income. These are included in the Statement of Comprehensive Income in the period they are incurred in accordance with the policies described in Note 2(d).

(iv) Other income

Other income is recognised when the Fund's right to receive the revenue has been established.

(i) *Expenses*

All expenses are recognised in the statement of Comprehensive Income on an accruals basis.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

(j) *Other receivables*

Receivables are recognised and carried at the nominal amount, less a provision for expected credit loss. Amounts are generally received within 30 days of being recorded as receivables. Outstanding receivables are usually settled within three days.

(k) *Distributions paid /payable*

In accordance with the Fund's Constitution, the Fund fully distributes its distributable income to unitholders. Distributions are payable at the end of each half year. Such distributions are determined by reference to the taxable income of the Fund. Distributable income includes capital gains arising from the disposal of investments. Unrealised gains and losses on investments that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any future realised capital gains. Distributions to unitholders are recognised in the Statement of Comprehensive Income as finance costs.

(l) *Other payables*

Fees, commissions and other expenses are carried at cost, which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Fund. Payables include outstanding settlements on the purchase of investments. The carrying period is dictated by market conditions and is generally less than 30 days. Outstanding payables are usually settled within three days.

(m) *Net assets attributable to unitholders*

Non-distributable income is retained in net assets attributable to unitholders and may consist of unrealised changes in the net fair value of investments, accrued income not yet assessable, expenses provided or accrued for which are not yet deductible, net capital losses or tax free or tax deferred income. Net capital gains on the realisation of any investments (including any adjustments for tax deferred income previously retained in net assets attributable to unitholders) and accrued income not yet assessable will be included in the determination of distributable income in the same year as it becomes assessable for tax. Movements in net assets attributable to unitholders are recognised in the Statement of Comprehensive Income as finance cost.

(n) *Unit Prices*

Unit Prices are determined in accordance with the Fund's Constitution and are calculated on the net assets attributable to unitholders of the Fund, less estimated costs divided by the number of units on issue, on a forward pricing basis, as determined by the Responsible Entity.

(o) *Terms and conditions on units*

Each unit issued confers upon the unitholder an equal interest in the Fund, and is of equal value. A unit does not confer to the unitholder any particular asset or investment of the Fund. Unitholders have various rights under the Constitution and the *Corporations Act 2001* (cth), including the right to:

- have their units redeemed;
- receive income distributions;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unitholder are identical in all respects.

Redeemable units

Redeemable units are redeemable at the unitholder's option at anytime for cash equal to a proportionate share of the Fund's net asset value (calculated in accordance with redemption requirements) and are classified as financial liabilities. The financial liability is disclosed on the Statement of Financial Position as 'Net Assets attributable to Unitholders (Liability)'. The units are classified as financial liabilities due to the fact that, in addition to the contractual obligation to pay cash to unitholders' upon redemption, the Fund also has compulsory distribution clauses in the Fund's constitution.

The liabilities arising from the redeemable units are carried at the redemption amount being the net asset value calculated in accordance with redemption requirements. The Fund's net asset value per unit is calculated by dividing the net assets attributable to unitholders (calculated in accordance with redemption requirements) by the number of units on issue.

This valuation of net assets is different from the Australian Accounting Standards valuation requirements. The difference between the two valuations is presented in Note 8(b) as 'Adjustment from nav-market prices to bid-market prices'.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

(p) *Goods and services tax (GST)*

Income, expenses and assets, with the exception of receivables and payables, are recognised net of the amount of GST to the extent that the GST is recoverable from the taxation authority. Where GST is not recoverable, it is recognised as part of the cost of acquisition of the asset or part of the expense item as applicable.

Expenses incurred by the Fund are recognised net of the amount of GST which is able to be recovered from the Australian Taxation Office (ATO). Reduced input tax credits (RITC) recoverable by the Fund from the ATO are recognised as receivables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority are classified as operating cash flows.

(q) *Significant accounting judgments and estimates*

The preparation of the Fund's financial statements does not require management to make any significant judgments, estimates and assumptions, except for the following, that affect the amounts recognised in the financial statements.

(i) Fair value of financial instruments.

The fair value of financial assets and financial liabilities recorded in the Statement of Financial Position is derived from fund managers in relation to unlisted managed investment schemes.

Economic and market disruptions that have occurred as a result of the COVID-19 pandemic mean that some valuations are subject to significant measurement uncertainty and there is a wider range of possible estimates, resulting in the need to apply judgement.

For financial instruments quoted in an active market (level 1 in the fair value hierarchy), the market price at measurement date provides the most reliable evidence of fair value. When fair value is based on an observable market price (level 2 in the fair value hierarchy), the quoted price at the measurement date provides the most reliable input. While the COVID-19 pandemic has resulted in a decrease in the frequency and volume of certain transactions and significant volatility, it is not appropriate for management to disregard market prices at the measurement date, unless those prices are from transactions that are not between knowledgeable and willing market participants or an adjustment is required for liquidity or other risks.

(ii) Assessment as investment entity

The Fund elected to early adopt AASB 2013-5 from 1 July 2013. This standard provides an exception to the consolidation requirement which is mandatory for entities that meet the definition of an "investment entity". Entities that meet the definition of an investment entity within AASB 10 are required to measure their subsidiaries at fair value through profit or loss rather than consolidate them.

Management has concluded that the Fund meets the definition of an investment entity. These conclusions will be reassessed on an annual basis, if any of these criteria or characteristics changes.

(r) *Functional and presentation currency*

The Fund's functional and presentation currency is the Australian Dollar, which is the currency of the primary economic environment in which it operates. The Fund's performance is evaluated and its liquidity is managed in Australian Dollars. Therefore, the Australian Dollar is considered as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

(s) *Capital Management*

The Responsible Entity manages its net assets attributable to unitholders as capital; notwithstanding net asset attributable to unitholders is classified as a liability. The amount of net asset attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders.

The Responsible Entity monitors the level of daily applications and redemptions relative to the liquid assets in the Fund.

Notes to the Financial Statements (continued)

3. Interest income and distribution to unitholders

	2021 \$	2020 \$
(a) <i>Interest income</i>		
Interest income	-	488
(b) <i>Distribution to unitholders</i>		
Interim Distribution Paid - 31 December	70,702	5,026
Final Distribution - 09 February	9,752	137,703
Distribution to unitholders	<u>80,454</u>	<u>142,729</u>

4. Cash and cash equivalents

	2021 \$	2020 \$
Cash at bank	-	166,498

5. Other receivables

	2021 \$	2020 \$
Sundry debtors	-	3,041
Distributions receivable	-	303,687
	<u>-</u>	<u>306,728</u>

Refer to Note 2(j) for terms and conditions of other receivables.

6. Financial assets at fair value through profit or loss

	2021 \$	2020 \$
Unlisted Management Investment Scheme	-	4,083,495

Fair value of financial instruments

The fair value of units in unlisted managed investment schemes is determined by reference to published bid prices at the close of business on the reporting date, being the redemption price as established by the underlying scheme's responsible entity.

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- **Level 1 fair value measurements** are those instruments valued based on quoted prices (unadjusted) in active markets for identical assets or liabilities
- **Level 2 fair value measurements** are those instruments valued based on inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- **Level 3 fair value measurements** are those instruments valued based on inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
As at 9 February 2021				
Financial assets at fair value through profit or loss				
Unlisted Managed Investment Schemes	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at 30 June 2020				
Financial assets at fair value through profit or loss				
Unlisted Managed Investment Schemes	-	4,083,495	-	4,083,495
	<u>-</u>	<u>4,083,495</u>	<u>-</u>	<u>4,083,495</u>

Notes to the Financial Statements (continued)

6. Financial assets at fair value through profit or loss (continued)

Valuation technique

Unlisted managed investment schemes

The Funds invests in managed funds which are not quoted in an active market. The Funds investment managers considers the valuation techniques and inputs used in valuing these funds as part of its due diligence prior to investing, to ensure they are reasonable and appropriate. The fair value of units held in Unlisted Managed Investment Schemes is based on their bid prices (redemption price) at the close of business on the reporting date. Depending on the nature and level of adjustments needed to the bid prices and the level of trading in the fund, the Funds classifies these funds as Level 2.

The Fund recognises transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. There were no transfers between levels during the period 1 July 2020 to 9 February 2021 .

7. Other payables

	2021	2020
	\$	\$
Management fees payable	-	6,297
	-	6,297

Refer to Note 2(l) for terms and conditions of other payables.

8. Net assets attributable to unitholders

	2021	2020
	Units	Units
(a) <i>Units on issue</i>		
Balance at the beginning of the year	3,234,852	3,351,581
Applications		
- Cash	59,705	353,410
- Reinvested distributions	30,908	11,226
Redemption	(3,325,465)	(481,365)
Balance at the end of the year	-	3,234,852

The terms and conditions attached to units in the Fund can be found in Note 2(o).

	2021	2020
	\$	\$
(b) <i>Reconciliation of net assets attributable to unitholders</i>		
Net assets attributable to unitholders (calculated in accordance with redemption requirements)	-	4,393,610
Adjustment from nav-market prices to bid-markets prices	-	19,111
Net assets attributable to unitholders (calculated in accordance with Australian Accounting Standards)	-	4,412,721

Notes to the Financial Statements (continued)

9. Notes to the Statement of Cash Flows

	2021	2020
	\$	\$
<i>(a) Reconciliation of cash</i>		
Cash at bank	-	166,498
<i>(b) Reconciliation of net profit attributable to unitholders to net cash flows from operating activities</i>		
Change in net assets attributable to unitholders	747,934	49,738
Adjustments for:		
Proceeds from the sale of investments	4,820,528	1,132,212
Purchase of investments	-	(1,290,000)
Distributions to unitholders	80,454	142,729
Changes in fair value of investments held at fair value through profit or loss	(735,679)	117,833
(Increase)/decrease in sundry debtors	3,041	106
(Increase)/decrease in dividends receivable	303,687	(146,167)
Increase/(decrease) in management fees payable	(6,297)	14
Non cash distributions received from investments	(1,354)	(2,013)
Net cash provided by operating activities	5,212,314	4,452
<i>(c) Non-cash financing activities</i>		
During the year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plan.	44,599	15,206

Notes to the Financial Statements (continued)

10. Financial risk management objectives and policies

(a) *Financial risk management objectives, policies and processes*

No investments are held pending the closure of the Fund, hence no market risk, liquidity risk and credit risk exist at the balance date.

(b) *Credit Risk*

No investments are held pending the closure of the Fund, hence no credit risk exist at the balance date.

(c) *Liquidity Risk*

No investments are held pending the closure of the Fund, hence no liquidity risk exist at the balance date.

Net assets attributable to unitholders are entirely payable on demand.

The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. Balances due within 6 months equal their carrying amounts, as the impact of discounting is insignificant.

	Less than 1 month \$	1 to 3 months \$	3 to 6 months \$	6 to 12 months \$	Total \$
As at 9 February 2021					
Financial liabilities	-	-	-	-	-
Other payables	-	-	-	-	-
Net assets attributable to unitholders	-	-	-	-	-
<hr/>					
As at 30 June 2020					
Financial liabilities	-	-	-	-	-
Other payables	6,297	-	-	-	6,297
Net assets attributable to unitholders	4,412,721	-	-	-	4,412,721
	<u>4,419,018</u>	-	-	-	<u>4,419,018</u>

(d) *Market Risk*

No investments are held pending the closure of the Fund, hence no market risk exist at the balance date.

(e) *Interest Rate Risk*

No investments are held pending the closure of the Fund, hence no interest rate risk exist at the balance date.

Notes to the Financial Statements (continued)

10. Financial risk management objectives and policies (continued)

(f) *Equity Price Risk*

No investments are held pending the closure of the Fund, hence no equity price risk exist at the balance date.

Accounting assumptions - Variability of equity prices

The following table summarises the sensitivity of changes in fair value of investments to equity price risk. The reasonable possible movements in the MSCI World EX Australia NR Index (AUD) Unhedged have been based on the volatility of change in this index over the last 5 years. This analysis is an estimate only, as actual movements in this index may be greater or less than anticipated due to a number of factors, including unusually larger market shocks resulting from changes in the performance of the markets and securities in which the Fund invests.

The effect on the net assets attributable to unitholders and operating profit before distribution due to reasonably possible changes in market factors, as represented by the index, with all other variables held constant as indicated in the following table.

MSCI World Accumulation Index (AUD) Unhedged	Changes in equity price		Sensitivity of changes in fair value of investments	
	Increase %	Decrease %	Increase \$	Decrease \$
9 February 2021 MSCI World Accumulation Index (AUD) Unhedged	-	-	-	-
30 June 2020 MSCI World Accumulation Index (AUD) Unhedged	12	(12)	490,019	(490,019)

(g) *Currency Risk*

No investments are held pending the closure of the Fund, hence no currency risk exist at the balance date.

11. Segment information

The Fund operates in one business segment, being investment management. The Fund also operates from one geographic location, being Australia, from where its investing activities are managed. The Fund has indirect investment exposure to global equity markets through its direct investment in the underlying investment managers. The Fund has no direct control over these underlying investments.

Notes to the Financial Statements (continued)

12. Related party disclosures

(a) *Responsible Entity*

The Responsible Entity of the Fund is Sandhurst Trustees Limited (Sandhurst).

The controlling entity of Sandhurst is Bendigo and Adelaide Bank Limited (ABN 11 068 049 178).

(b) *Details of Key Management Personnel*

Sandhurst Trustees Limited, the Responsible Entity of the Fund, is considered to be Key Management Personnel with the authority for the strategic direction and management of the Fund.

(c) *Fees and other related party transactions*

	2021 \$	2020 \$
The amount of units held by the Responsible Entity in the Fund.	Nil	Nil
Management fees paid/payable to Sandhurst Trustees Limited as the Responsible Entity in accordance with the provisions of the Fund's Constitution.	14,196	24,937
Other fees payable to Sandhurst Trustees Limited as at reporting date.	Nil	Nil
Loans, shares, options and other equity holdings to directors of the Responsible Entity.	Nil	Nil

As at 9 February 2021, there were no amounts payable to Sandhurst Trustees Limited.

(d) *Related Party Transactions*

All related party transactions are made in arms length transactions on normal commercial terms and conditions.

Outstanding balances at year end are unsecured and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables.

Cash assets of the Fund are held in a cash management account with Bendigo and Adelaide Bank Limited, the parent entity of Sandhurst Trustees Limited as Responsible Entity of the Fund. All interest earned as disclosed in Note 3 to the accounts is derived from this account.

13 Net gains/(losses) on financial instruments at fair value through profit or loss

	2021 \$	2020 \$
Realised capital gains during the year	1,019,476	133,021
Unrealised capital losses during the year	(283,797)	(250,854)
	<u>735,679</u>	<u>(117,833)</u>

Notes to the Financial Statements (continued)

14. Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when voting rights relate to the administrative tasks only and the relevant activities are directed by means of contractual arrangements. The Fund holds investments in managed investment funds which are considered to be structured entities. The structured entities over which control can be exercised would be consolidated.

The managed investment funds in which the Fund holds units, but do not consolidate, have the purpose of generating a range of investment opportunities for investors. These vehicles are financed through the issue of units to investors. For these investments, the maximum exposure to loss is the current carrying value of these interests representing the fair value at reporting date per Note 6.

15. Auditor's remuneration

For the period ended 9 February 2021 audit fees and other service fees were paid by the Responsible Entity.

16. Contingent asset and liabilities and commitments

There are no contingent assets and liabilities or commitments as at 9 February 2021 and 30 June 2020.

17. Events after the reporting date

It is expected the Fund will wind up upon lodgement of these financial reports with the Australian Securities and Investment Commission (ASIC). These represent the final set of financial reports for the Fund.

Responsible Entity's declaration to the Unitholders of the Bendigo Global Share Fund

The directors of the Responsible Entity declare that:

- (a) the financial statements and notes of the Fund are in accordance with the *Corporations Act 2001 (cth)*, including:
 - (i) giving a true and fair view of the financial position of the Fund as at 9 February 2021 and its performance for the period ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001 (cth)*;
- (b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable;
- (c) the financial statements are in accordance with the provisions of the Fund's Constitution; and
- (d) the financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 2.

This declaration is made in accordance with a resolution of the board of directors of the Responsible Entity.



Jennifer L Dawson
Chair
Bendigo
13 September 2021



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Independent Auditor's Report to the Unitholders of Bendigo Global Share Fund

Opinion

We have audited the financial report of Bendigo Global Share Fund (the Fund), which comprises the statement of financial position as at 9 February 2021, the statement of comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the period 1 July 2020 to 9 February 2021 then ended, notes to the financial statements, including a summary of significant accounting policies, and the declaration to unitholders.

In our opinion, the accompanying financial report of the Fund is in accordance with the Corporations Act 2001, including:

- a) giving a true and fair view of the Fund's financial position as at 9 February 2021 and of its financial performance for the period 1 July 2020 to 9 February 2021 ended on that date; and
- b) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Fund in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 2(a) of the financial report, which describes the basis of accounting. On 9 February 2021 the Fund sold the remaining units in its Fund, extinguished all the liabilities and distributed a final return to the remaining unitholders, utilising the residual net assets. As a result, the financial report has been prepared on a net realisable value basis. Our opinion is not modified in respect of this matter.



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Information Other than the Financial Report and Auditor's Report Thereon

The directors of Sandhurst Trustees Limited, as the responsible entity of the Fund are responsible for the other information. The other information is the directors' report accompanying the financial report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of Sandhurst Trustees Limited, as the responsible entity, are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting. When such use is inappropriate and the directors use an alternative basis of accounting, we conclude on the appropriateness of the directors' use of the alternative basis of accounting. We also evaluate the adequacy of the disclosures describing the alternative basis of accounting and reasons for its use. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'Ernst & Young' in a cursive style.

Ernst & Young

A handwritten signature in black ink, appearing to be 'Hayley Watson', written in a cursive style.

Hayley Watson
Partner
Melbourne
13 September 2021



(09/21)