Catholic Capital Grants (Victoria) Limited  
A.C.N. 006 942 829  
Financial Statements for the Year Ended 31 December 2015

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</table>
The Directors of the Catholic Capital Grants (Victoria) Limited ("the Company") submit herewith the directors report and the annual financial statements of the company for the financial year ended 31 December 2015.

The names and particulars of the directors of the company during the financial year are:

**Rev Mgr Gregory Bennet, VG**  
MS, STL  
Chairperson from 2/03/2012  
Appointee of the Archbishop of Melbourne  
Appointed 2/03/2012

**Mr Stephen Elder OAM**  
Company Secretary  
BEd, DipEd  
Executive Director of Catholic Education (Archdiocese of Melbourne)  
Appointee of the Archbishop of Melbourne  
Appointed 18/9/2006

**Ms Audrey Brown**  
BA, DipEd, MEd, MEd System Leadership, Grad Cert RE, Grad Dip Arts (Theol), Grad Cert Ed Law  
Director of Catholic Education (Diocese of Ballarat)  
Appointee of the Bishop of Ballarat  
Appointed 13/02/2012

**Mr Paul Desmond**  
BEd, Grad Dip RE, Grad Dip Student Guidance and Welfare  
Director of Catholic Education (Diocese of Sandhurst)  
Appointee of the Bishop of Sandhurst  
Appointed 28/01/2015

**Sr Julianna Drobik OP**  
BEd, M Ed Leadership, Grad Dip RE, Grad Dip Education Admin  
Appointee of the Catholic Religious Victoria  
Appointed 1/05/2013

**Mr Paul Herrick**  
BA, DipEd, MEd, Grad Dip Curriculum  
Appointee of the Catholic Religious Victoria  
Appointed 1/05/2007

**Rev Mgr Anthony Ireland EV PP**  
BTheol, STL MA, STD  
Appointee of the Archbishop of Melbourne  
Appointed 31/05/2011

**Ms Maria Kirkwood**  
BEd, Grad Dip Arts (Social Sciences), Certificate of Teacher Education  
Director of Catholic Education (Diocese of Sale)  
Appointee of the Bishop of Sale  
Appointed: 23/10/2012
Mr Francis Moore
LLB, BCom
Executive Director Administration - Archdiocese of Melbourne
Appointee of the Archbishop of Melbourne
Appointed 25/02/2008

Mr Dino Rebellato
BSc(Ed)
Appointee of the Australian Government
Appointed 29/09/2011

Sr Kath Tierney RSM AO
BBus
Appointee of the Catholic Religious Victoria
Appointed: 13/06/2012

Sr Nola Vanderfeen PBVM
BA, Dip Ed, BTheol , M Past. Studies(Pastoral)
Appointee of the Catholic Religious Victoria
Appointed 24/05/2011

All Directors of the Company are non-executive directors.

Company Objectives

Catholic Capital Grants (Victoria) Limited is a public company (limited by guarantee) incorporated in Australia. The principal objective of the Company is to act as a representative authority of Catholic schools wishing to participate in federal and state government funding programs primarily associated with capital development. The Company operates to receive and allocate government funds in the form of grants to participant schools in accordance with the policies and procedures specified in legislation, program guidelines and other conditions prescribed by government for building and equipment projects.

Company Strategy

The Company has established a Primary Committee, a Secondary Committee and a Joint Committee to advise its Directors and make project recommendations about the allocation of available funds. The function of the Joint Committee is to ensure that the overall allocation of funds in a given year is made to Primary and Secondary schools whose clienteles are comparably educationally disadvantaged. The Company and its Committees are serviced by a secretariat of personnel provided by Catholic Education Melbourne of the Archdiocese of Melbourne to implement these government programs.

Company Performance

The Company performance measures include feedback from schools, feedback from government, compliance with terms and conditions of funding agreements, completion of program accountability statements, timeliness of the assessment and recommendations of grant applications and monitoring of funded projects until completion, timeliness of grant distributions to schools and unqualified statutory audit reports.
Principal Activities of the Company

The principal activities of the Company remained unchanged during the year under review. During the year, the Company administered the following programs:

(i) **Australian Government Capital Grants Programme**

The objectives of the Capital Grants Programme are to:

a) provide and improve school capital infrastructure, particularly for the most educationally disadvantaged students;

b) ensure attention to refurbishment and upgrading of capital infrastructure for existing students, while making provision for needs arising from new demographic and enrolment trends.

During 2015, a total allocation of $23,205,315 (2014: $22,728,624) was received under this program.

(ii) **Victorian Government Capital Funding Program**

As part of the 2014 Victorian State election, the Labor party made a commitment to provide $120 million over four years towards supporting Catholic and Independent Schools under the government’s policy framework “Back to School - Skills for our future. Support for our kids”.

The Funding Framework Agreement that formalises the program administration processes associated with the Victorian Government Capital Funding Program (VGCFP) with the Company was executed on 23 November 2015. The agreement confirms that $84 million is available to the catholic sector including an administration fee up to a maximum of $2.52 million over the life of the program. As part of the 2014 State Election, six Victorian Catholic School Projects have been funded under Year 1 of the VGCFP.

The Secretariat called for applications for Rounds 1 and 2 of the VGCFP in conjunction with the Capital Grants Programme in September 2015 with a closing date of 13 November 2015.

Under the VGCFP, school project funds from the Department to Catholic Capital Grants (Victoria) Limited will only be released on “receipt of documents demonstrating to the satisfaction of the Department” that the specified Payment Milestone has been achieved.

The tying of the release of program funds from the Victorian Department of Education and Training to Catholic Capital Grants (Victoria) Limited to specified project milestones places significant pressure on the Sector to monitor the delivery of funded projects to ensure the timely release of project funds to schools.

During 2015, no grants were received under this program.

(iii) **Trade Skills Centres in Schools Program**

Under this program, funding is provided for the establishment of the Trade Skills Centres in Schools Program. This is to provide facilities to improve the quality of industry recognised vocational education and training, assist in the delivery of high quality trade training in schools, meeting skills needs and increasing the proportion of students achieving Year 12 or equivalent qualification.
During 2015, grants totalling $1,796,503 (2014: $11,853,137) were received under this program.

All projects in receipt of TSC funding commenced their build by the end of 2015 with the expectation that these facilities would become fully operational by the conclusion of 2016.

Based on the above, the Company will have the obligation to report on the operations of these facilities through to 2026.

(iv) **Victorian Government Needs Based Capital Program**

The Victorian Government funding, to be provided over four years from 2007/2008 to 2011/2012, allowed needy non-government schools to replace facilities which were outdated and inadequate for a 21st Century education.

During 2015, no grants were received under this program (2014: Nil). The final project under this program was completed in 2015.

**Future developments**

The Company received advice in September 2015 from the Australian Government Department of Education and Training confirming the Initial Allocations of capital funding for the years 2016 to 2018. Future funding of the activities of the company will be dependent on these Government policy funding decisions.

**ACNC**

The Australian Charities and Not-for-profits Commission (ACNC) commenced in December 2012 as the independent national regulator of charities. The Company as a registered charity is subject to regulation by the ACNC. Generally the Australian Securities & Investments Commission (ASIC) will apply in relation to the Company’s corporate status and the ACNC for its charitable status. The Australian Taxation Office (ATO) remains responsible for administering tax law, including deciding the Company’s eligibility for tax concessions.

As a result, while the Company is registered with the ACNC, some of the most common notification and reporting obligations that were required by ASIC do not now apply. For the 2015 reporting period, the Company is participating in the transitional reporting arrangement with the ACNC.
Directors’ Meetings

The following table sets out the number of directors’ meetings held during the financial year and the number of meetings attended by each director (while they were a director). During the financial year 3 board meetings were held.

<table>
<thead>
<tr>
<th>Directors’ Name</th>
<th>Eligible to Attend</th>
<th>Attended</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rev Mgr G Bennet (Chairperson)</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Mr S Elder (Secretary)</td>
<td>3</td>
<td>1</td>
</tr>
<tr>
<td>Ms A Brown</td>
<td>3</td>
<td>2</td>
</tr>
<tr>
<td>Mr P Desmond</td>
<td>3</td>
<td>2</td>
</tr>
<tr>
<td>Sr J Drobik</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Mr P Herrick</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Rev Mgr A Ireland</td>
<td>3</td>
<td>2</td>
</tr>
<tr>
<td>Ms M Kirkwood</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Mr F Moore</td>
<td>3</td>
<td>2</td>
</tr>
<tr>
<td>Mr D Rebellato</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Sr K Tierney</td>
<td>3</td>
<td>1</td>
</tr>
<tr>
<td>Sr N Vanderfeen</td>
<td>3</td>
<td>2</td>
</tr>
</tbody>
</table>

Member’s Guarantee

The Company is limited by guarantee. If the Company is wound up, the Articles of Association state that each member is required to contribute a maximum of $20 each towards meeting any outstanding obligations of the Company.

At 31 December 2015, the number of members was 25 (2014:25). The total amount that members of the company are liable to contribute if the company is wound up is $500.

Auditor’s Independence Declaration

The lead auditor’s independence declaration for the year ended 31 December 2015 has been received and can be found on page 8 of the financial statements.

Signed in accordance with a resolution of the directors.

[Signature]

STEPHEN ELDER
DIRECTOR

Dated at East Melbourne this 11th day of May 2016
The Board of Directors
Catholic Capital Grants (Victoria) Limited
James Goold House
228 Victoria Parade
EAST MELBOURNE VIC 3002

11 May 2016

Dear Board Members

Catholic Capital Grants (Victoria) Limited

In accordance with Subdivision 60-C of the Australian Charities and Not-for-profits Commission Act 2012, I am pleased to provide the following declaration of independence to the directors of Catholic Capital Grants (Victoria) Limited.

As lead audit partner for the audit of the financial statements of Catholic Capital Grants (Victoria) Limited for the financial year ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and

(ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely

[Signature]

DELOITTE TOUCHE TOHMATSU

[Signature]

Isabelle Lefevre
Partner
Chartered Accountants

Liability limited by a scheme approved under Professional Standards Legislation.
Member of Deloitte Touche Tohmatsu Limited
The directors’ declare that:

a) in the directors’ opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and

b) in the directors’ opinion, the attached financial statements and notes thereto are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the company.

Signed in accordance with a resolution of the directors made pursuant to subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.

On behalf of the Directors

[Signature]

STEPHEN ELDER
DIRECTOR

Dated at East Melbourne this 11th day of May 2016
Catholic Capital Grants (Victoria) Limited
A.C.N. 006 942 829

Statement of Profit or Loss and Other Comprehensive Income
For Year Ended 31 December 2015

<table>
<thead>
<tr>
<th>Continuing Operations</th>
<th>NOTE</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>2</td>
<td>25,513,700</td>
<td>35,022,187</td>
</tr>
<tr>
<td>Grant distributions committed to schools during current year</td>
<td>3(a)</td>
<td>(24,712,519)</td>
<td>(34,248,452)</td>
</tr>
<tr>
<td>Administration expenses</td>
<td>3(b)</td>
<td>(801,181)</td>
<td>(773,735)</td>
</tr>
</tbody>
</table>

Net surplus for the year                                    | -    | -       | -       |

Other comprehensive income                                  | -    | -       | -       |

Total comprehensive income                                   | -    | -       | -       |

The above statement should be read in conjunction with the notes to the financial statements on pages 14 to 23.
# Catholic Capital Grants (Victoria) Limited
## A.C.N. 006 942 829

### Statement of Financial Position as at 31 December 2015

<table>
<thead>
<tr>
<th>NOTE</th>
<th>2015 $</th>
<th>2014 $</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>4</td>
<td>17,181,882</td>
</tr>
<tr>
<td>Other receivable</td>
<td>5</td>
<td>34,441</td>
</tr>
<tr>
<td>Grant receivable</td>
<td>5</td>
<td>-</td>
</tr>
<tr>
<td><strong>TOTAL CURRENT ASSETS</strong></td>
<td></td>
<td>17,216,323</td>
</tr>
</tbody>
</table>

| **TOTAL ASSETS** |     | 17,216,323 | 20,297,664 |

| **CURRENT LIABILITIES** |        |        |
| Distributions payable | 6      | 16,992,487 | 20,064,201 |
| Other payable | 7      | 223,836 | 233,463 |
| **TOTAL CURRENT LIABILITIES** |     | 17,216,323 | 20,297,664 |

| **TOTAL LIABILITIES** |     | 17,216,323 | 20,297,664 |

| **NET ASSETS** |     | - | - |

| **EQUITY** |        |        |
| Accumulated funds |          | - | - |
| **TOTAL EQUITY** |     | - | - |

The above statement should be read in conjunction with the notes to the financial statements on pages 14 to 23.
## Statement of Changes in Equity For Year Ended 31 December 2015

<table>
<thead>
<tr>
<th>NOTE</th>
<th>2015 $</th>
<th>2014 $</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Accumulated Funds</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance at the beginning of the year</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income recognised directly in equity</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net surplus for the year</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total recognised income and expense</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance at the end of the year</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Given the nature of the activities of the Company, whereby funds are received from the Australian and Victorian Governments and remitted to schools, accumulated funds are nil and therefore there are no changes in the Statement of Changes in Equity.

The above statement should be read in conjunction with the notes to the financial statements on pages 14 to 23.
<table>
<thead>
<tr>
<th>NOTE</th>
<th>2015 $</th>
<th>2014 $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government grants received</td>
<td>27,488,484</td>
<td>36,698,108</td>
</tr>
<tr>
<td>Interest received</td>
<td>551,456</td>
<td>366,410</td>
</tr>
<tr>
<td>Distribution of government grants</td>
<td>(27,784,232)</td>
<td>(29,385,939)</td>
</tr>
<tr>
<td>Payments to suppliers</td>
<td>(816,290)</td>
<td>(785,013)</td>
</tr>
<tr>
<td>GST Payments</td>
<td>(2,315,052)</td>
<td>(2,257,891)</td>
</tr>
<tr>
<td>Net cash (used by) / generated from operating activities</td>
<td>(2,875,634)</td>
<td>4,635,675</td>
</tr>
<tr>
<td>Net (decrease) / increase in cash held</td>
<td>(2,875,634)</td>
<td>4,635,675</td>
</tr>
<tr>
<td>Cash at the beginning of the year</td>
<td>20,057,516</td>
<td>15,421,841</td>
</tr>
<tr>
<td>Cash at the end of the year</td>
<td>17,181,882</td>
<td>20,057,516</td>
</tr>
</tbody>
</table>

The above statement should be read in conjunction with the notes to the financial statements on pages 14 to 23.
Note 1  Significant Accounting Policies

Statement of Compliance

These financial statements are general purpose financial statements which have been prepared in accordance with the Australian Charities and Not-for-profits Commission Act 2012, Accounting Standards and Interpretations, and comply with other requirements of the law. For the purposes of preparing the financial statements, the Company is a not-for-profit entity. Accounting Standards include Australian equivalents to International Financial Reporting Standards (“A-IFRS”) as relevant for not-for-profit entities.

Basis of preparation

The financial statements have been prepared on the basis of historical cost. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The following significant accounting policies have been adopted in the preparation and presentation of the financial statements:

(a)  Cash and Cash Equivalents
Cash and cash equivalents include cash at bank, which is held in an interest bearing cheque account or short term bank deposits.

(b)  Financial assets
Receivables are recorded at amortised cost using the effective interest method, less impairment. The effective interest method is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or where appropriate, a shorter period.

(c)  Financial liabilities
Payables and accrued expenses (including distributions payable) are classified as ‘other financial liabilities’ and are measured initially at fair value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability of where appropriate, a shorter period.

(d)  Income taxes
The Company is exempt from paying income taxes.

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

Grants received from the Victorian or Australian government, or other government bodies, are recognised as revenue when the Company gains control of the underlying assets.
Note 1 Significant Accounting Policies (continued)

Interest revenue is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset’s net carrying amount.

(f) Goods and Services Tax (GST)
Catholic Capital Grants (Victoria) Limited is subject to the taxation arrangements, introduced on 1 July 2000.

Grant payments are subject to GST under the Tax Ruling on Grants of Financial Assistance issued by the Australian Taxation Office. Therefore the grant receipts include an additional 10% being the GST component of the grant.

No GST is payable on grant payments to Schools under the “Religious Grouping” amendment except for the Trade Training Centres Program. Under this program, grant payments to Schools include an amount for GST in accordance with the specific requirements of the Trade Training Centres Program.

(g) Critical accounting estimates and judgements
In the application of the Company's accounting policies, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

(h) Adoption of new and revised Accounting Standards

New and revised AASBs affecting amounts reported and/or disclosures in the financial statements

In the current year, the Company has applied a number of amendments to AASBs and a new Interpretation issued by the Australian Accounting Standards Board (AASB) that are mandatorily effective for an accounting period that begins on or after 1 January 2015, and therefore relevant for the current year end.
Note 1  Significant Accounting Policies (continued)

Standards affecting presentation and disclosure

AASB 2012-3
‘Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities’

The amendments to AASB 132 clarify the requirements relating to the offset of financial assets and financial liabilities. Specifically, the amendments clarify the meaning of ‘currently has a legally enforceable right of set-off’ and simultaneous realisation and settlement.

AASB 2014-1
‘Amendments to Australian Accounting Standards’

The Annual Improvements 2010-2012 has made a number of amendments to various AASBs, which are summarised below.

The amendments to the basis for conclusions of AASB 13 clarify that the issue of AASB 13 and consequential amendments to AASB 139 and AASB 9 did not remove the ability to measure short-term receivables and payables with no stated interest rate at their invoice amounts without discounting, if the effect of discounting is immaterial.

The amendments to AASB 116 and AASB 138 remove perceived inconsistencies in the accounting for accumulated depreciation/amortisation when an item of property, plant and equipment or an intangible asset is revalued. The amended standards clarify that the gross carrying amount is adjusted in a manner consistent with the revaluation of the carrying amount of the asset and that accumulated depreciation/amortisation is the difference between the gross carrying amount and the carrying amount after taking into account accumulated impairment losses.

The Annual Improvements 2011-2013 has made number of amendments to various AASBs.

The application of these amendments does not have any material impact on the disclosures or on the amounts recognised in the Company’s financial statements.


The revised AASB 1031 is an interim standard that cross-references to other Standards and the ‘Framework for the Preparation and Presentation of Financial Statements’ (issued December 2013) that contain guidance on materiality. The AASB is progressively removing references to AASB 1031 in all Standards and Interpretations. Once all of these references have been removed, AASB 1031 will be withdrawn. The adoption of AASB 1031, AASB 2013-9 (Part B) and AASB 2014-1 (Part C) does not have any material impact on the disclosures or the amounts recognised in the Company’s financial statements.
### Standards and Interpretations in issue not yet adopted

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective.

<table>
<thead>
<tr>
<th>Standard/Interpretation</th>
<th>Effective for annual reporting periods beginning on or after</th>
<th>Expected to be initially applied in the financial year ending</th>
</tr>
</thead>
<tbody>
<tr>
<td>AASB 9 ‘Financial Instruments’, and the relevant amending standards</td>
<td>1 January 2018</td>
<td>31 December 2018</td>
</tr>
<tr>
<td>AASB 15 ‘Revenue from Contracts with Customers’ and AASB 2014-5 ‘Amendments to Australian Accounting Standards arising from AASB 15’</td>
<td>1 January 2018</td>
<td>31 December 2018</td>
</tr>
<tr>
<td>AASB 2015-1 ‘Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012-2014 Cycle’</td>
<td>1 January 2016</td>
<td>31 December 2016</td>
</tr>
<tr>
<td>AASB 2015-3 ‘Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality’</td>
<td>1 July 2015</td>
<td>31 December 2016</td>
</tr>
<tr>
<td>AASB 16 Leases</td>
<td>1 January 2019</td>
<td>31 December 2019</td>
</tr>
</tbody>
</table>
Note 2 Revenue

Operating activities
Grants from governments 25,001,818 34,581,762
Interest revenue 511,882 440,425
25,513,700 35,022,187

Note 3 Surplus for the Year

Surplus from continuing activities has been determined after:
Expenses:-

(a) Grant distributions to schools
Grant distributions committed to schools 23,895,919 34,077,733
Interest distributions committed to schools 816,600 170,719
24,712,519 34,248,452

(b) Expenses by nature
Service Level Agreement
  Catholic Education Melbourne 672,407 653,867
Bank charges 1,011 306
Consultancy fee 78,000 78,000
Auditors remuneration 19,690 19,440
Legal fees 5,779 -
Insurance premiums 19,882 16,688
Other 4,412 5,434
801,181 773,735

(c) Auditors Remuneration
The auditor of the Company is Deloitte Touche Tohmatsu
  Audit of the Financial Statements 19,690 19,440

Total remuneration 19,690 19,440
Note 4  
Cash and Cash Equivalents

Cash at bank 2,527,224 7,757,516  
Term deposits 14,654,658 12,300,000  
17,181,882 20,057,516

Note 5  
Receivables

Interest receivable 34,441 74,015  
Grant receivable - 166,133  
34,441 240,148

Note 6  
Distributions Payable

Grant distributions payable  
Capital Grants Program 13,466,940 11,145,655  
Trade Training Centres Program 982,253 6,017,597  
14,449,193 17,163,252

Interest distributions payable  
Capital Grants Program 949,254 1,055,411  
Victorian Government Needs Based Capital Program - 340,461  
Trade Training Centres Program 1,594,040 1,505,077  
2,543,294 2,900,949

Total distributions payable 16,992,487 20,064,201

Note 7  
Other Payables

GST payable 209,862 215,593  
Other payables and accruals 13,974 17,870  
223,836 233,463

Note 8  
Commitments and Contingencies

The Company has no expenditure commitments or contingent liabilities or contingent assets at the end of the reporting period.
Note 9  Statement of Cash Flows

(a) Reconciliation of cash and cash equivalents
For the purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and in banks. Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

Cash and cash equivalents 17,181,882 20,057,516

(b) Reconciliation of the (deficit)/surplus for the year to net cash flows from operating activities:

Surplus for the year - -

Changes in assets and liabilities:

(I)crease)/decrease in receivables 205,706 (240,148)
Increase/(decrease) in distributions payable to schools (3,071,714) 4,862,512
Increase/(decrease) in related party payable - (736)
Increase/(decrease) in GST payable (5,731) 14,331
Increase/(decrease) in other payables and accruals (3,895) (284)

Net cash (used in)/from operating activities (2,875,634) 4,635,675

(c) Financing facilities
The Company has not organised for any financing facilities to be available to the Company.

Note 10  Financial Instruments

Financial assets

Cash and cash equivalents 17,181,882 20,057,516
Receivables 34,441 240,148
17,216,323 20,297,664

Financial liabilities

Payables 17,216,323 20,297,664
17,216,323 20,297,664
(a) Capital and financial risk management objectives, processes and policies.
As a company limited by guarantee, the Company does not have any true ‘capital’ to manage. The Company does not have any borrowings. The principal activity of the Company is the receipt of grant monies which are allocated and distributed to schools. Capital growth is not an objective of the Company as it is a not-for-profit entity and grant monies do not remain in the control of the Company for any extended period of time. Security of the funds received is important to the Company, as these monies must be distributed to schools. Accordingly, grant monies are generally held by the Company in the form of cash and cash equivalents with the Company’s banker. Grant monies received by the Company are disclosed separately in the income statement.

(b) Fair values of financial instruments
Other than cash and cash equivalents, the Company’s financial assets and financial liabilities consist of receivables and payables. The directors consider that the carrying amounts of these financial assets and financial liabilities, which are recorded at amortised cost in the financial statements, approximate their fair values.

(c) Interest rate risk
As the majority of its financial instruments are in the form of cash and cash equivalents, the Company is exposed mainly to interest rate risk as monies are held in a bank account returning a variable rate of interest. Other than its cash and cash equivalents, no financial assets or financial liabilities are interest-bearing.

Financial assets
Cash and cash equivalents 17,181,882  20,057,516

Sensitivity analysis
The following sensitivity analysis is based on the interest rate risk exposure in existence at the balance date. If interest rates had moved, with other variables held constant, the amount of interest available for distribution to schools would have increased/(decreased) as follows:

<table>
<thead>
<tr>
<th>Variation</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>+0.5% (50 basis points)</td>
<td>85,773</td>
<td>100,288</td>
</tr>
<tr>
<td>- 0.5% (50 basis points)</td>
<td>(85,773)</td>
<td>(100,288)</td>
</tr>
</tbody>
</table>

The directors do not believe that the sensitivity analysis above is representative of the interest rate risk inherent in the cash and cash equivalents balance. Since monies are not held for any significant period of time, the Company’s cash balances can fluctuate significantly during the period.

(d) Liquidity risk
The Company does not have any significant exposure to liquidity risk. Its principal activity is the receipt and re-distribution of grant monies and it is not permitted to distribute funds that it has not received. The Company is entitled to utilise a percentage of grant monies received for its operating expenses.
Note 10  Financial Instruments (continued)

Year Ended 31 December 2015

<table>
<thead>
<tr>
<th></th>
<th>Less than 1 year</th>
<th>1 – 5 years</th>
<th>Total</th>
<th>Weighted Average %</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Financial assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>17,181,882</td>
<td>-</td>
<td>17,181,882</td>
<td>2.57%</td>
</tr>
<tr>
<td>Receivables</td>
<td>34,441</td>
<td>-</td>
<td>34,441</td>
<td></td>
</tr>
<tr>
<td></td>
<td>17,216,323</td>
<td>-</td>
<td>17,216,323</td>
<td></td>
</tr>
<tr>
<td><strong>Financial liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Payables</td>
<td>17,216,323</td>
<td>-</td>
<td>17,216,323</td>
<td></td>
</tr>
<tr>
<td></td>
<td>17,216,323</td>
<td>-</td>
<td>17,216,323</td>
<td></td>
</tr>
</tbody>
</table>

Year Ended 31 December 2014

<table>
<thead>
<tr>
<th></th>
<th>Less than 1 year</th>
<th>1 – 5 years</th>
<th>Total</th>
<th>Weighted Average %</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Financial assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>20,057,516</td>
<td>-</td>
<td>20,057,516</td>
<td>2.66%</td>
</tr>
<tr>
<td>Receivables</td>
<td>240,148</td>
<td>-</td>
<td>240,148</td>
<td></td>
</tr>
<tr>
<td></td>
<td>20,297,664</td>
<td>-</td>
<td>20,297,664</td>
<td></td>
</tr>
<tr>
<td><strong>Financial liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Payables</td>
<td>20,297,664</td>
<td>-</td>
<td>20,297,664</td>
<td></td>
</tr>
<tr>
<td></td>
<td>20,297,664</td>
<td>-</td>
<td>20,297,664</td>
<td></td>
</tr>
</tbody>
</table>

(e) **Credit risk**

The Company does not have a significant credit risk exposure. The Company amounts receivable are due from government departments and cash and cash equivalents are only deposited with major Australian banks.

(f) **Market risk**

The Company holds basic financial instruments that do not expose it to market risks.

Note 11  Economic dependency

The Company depends on Australian Government funding in the form of grants for capital development in schools for its continuing operation. Grants are only committed to schools when the funding has been approved by the Government.
Note 12 Related party disclosures

(a) Key management personnel compensation
Catholic Education Melbourne provided the key management personnel to operate the Company and all such compensation was recorded in the financial statements of Catholic Education Melbourne.

(b) Related party transactions
Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions and balances with Catholic Education Melbourne
Catholic Education Melbourne charges an administrative allowance for the administrative and accounting resources to operate the Company. The amount charged for 2015 was $672,407 (2014: $653,867).

Note 13 Subsequent Events
There has not been any matter or circumstance occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Note 14 Company Information

The registered office and principal place of business is:
Catholic Capital Grants (Victoria) Limited
James Goold House
228 Victoria Parade
EAST MELBOURNE VIC 3002
Opinion

In our opinion, the financial report of Catholic Capital Grants (Victoria) Limited is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(a) giving a true and fair view of the company’s financial position as at 31 December 2015 and of its performance for the year ended on that date; and

(b) complying with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

DELOITTE TOUCHE TOHMATSU

Isabelle Lefevre
Partner
Chartered Accountants
Melbourne, 11 May 2016