

**WESTERN SYDNEY**  
UNIVERSITY



ANNUAL REPORT  
2021



# Financial Statements

Volume 2

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# **Western Sydney University**

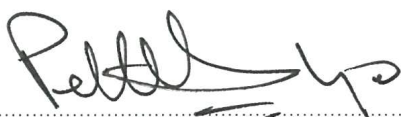
## **Consolidated Financial Statements**

**For the year ended 31 December 2021**

## Statement by the Members of the Board of Trustees For the Year Ended 31 December 2021

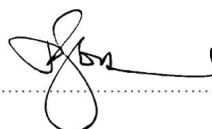
In accordance with a resolution of the Board of Trustees of Western Sydney University dated 13 April 2022 and pursuant to Section 7.6 of the *Government Sector Finance Act 2018* (the Act), we state that to the best of our knowledge and belief:

- (a) The financial statements of Western Sydney University and its controlled entities (the Group) presents a true and fair view of the Group's financial position as at 31 December 2021 and the financial performance and cash flows for the year then ended.
- (b) The financial statements have been prepared in accordance with the provisions of the Act, the *Government Sector Finance Regulation 2018*, and the *Financial Statement Guidelines for the Australian Higher Education Providers for the 2021 Reporting Period* issued by the Department of Education and Training.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards, which include Australian Accounting Interpretations.
- (d) The amount of Australian Government financial assistance expended during the reporting period was for the purpose(s) for which it was intended and Western Sydney University has complied with applicable legislation, contracts, agreements and programme guidelines in making expenditure.
- (e) Western Sydney University charged Student Services and Amenities Fees strictly in accordance with the *Higher Education Support Act 2003* and the Administration Guidelines made under the Act. Revenue from the fees was spent strictly in accordance with the Act and only on services and amenities specified in subsection 19-38(4) of the Act.
- (f) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate.
- (g) There are reasonable grounds to believe that Western Sydney University will be able to pay its debts as and when they fall due.



Professor Peter Shergold, AC

Chancellor



Professor Barney Glover, AO

Vice Chancellor and President

Dated at Sydney 13 April 2022

**Western Sydney University**

**Income Statement**

**For the Year Ended 31 December 2021**

		Consolidated		Parent	
		2021	2020	2021	2020
	Note	\$'000	\$'000	\$'000	\$'000
<b>Income from continuing operations</b>					
Australian Government financial assistance					
Australian Government grants	2	<b>374,977</b>	346,804	<b>372,926</b>	338,154
HELP - Australian Government payments	2	<b>243,466</b>	252,362	<b>243,466</b>	252,362
State and Local Government financial assistance	3	<b>74</b>	59	<b>74</b>	59
HECS-HELP - Student Payments		<b>12,346</b>	13,747	<b>12,346</b>	13,747
Fees and charges	4	<b>155,373</b>	169,199	<b>150,731</b>	163,774
Investment income	5	<b>43,885</b>	16,522	<b>43,772</b>	16,430
Consultancy and contracts	6	<b>33,426</b>	27,438	<b>33,423</b>	27,435
Gain/(loss) on disposal of assets	8	<b>30,048</b>	5,304	<b>30,032</b>	5,304
Other revenue and income	9	<b>66,214</b>	41,275	<b>74,538</b>	70,632
<b>Total income from continuing operations</b>		<b>959,809</b>	872,710	<b>961,308</b>	887,897
<b>Expenses from continuing operations</b>					
Employee related expenses	11	<b>475,456</b>	498,076	<b>439,841</b>	460,703
Depreciation and amortisation	12	<b>87,482</b>	83,822	<b>86,533</b>	82,459
Repairs and maintenance	13	<b>23,251</b>	24,119	<b>23,141</b>	24,078
Borrowing costs	14	<b>16,158</b>	13,550	<b>16,179</b>	13,661
Impairment of assets	15	<b>99</b>	1,467	<b>(40)</b>	350
Other expenses	16	<b>214,196</b>	229,091	<b>273,016</b>	284,667
<b>Total expenses from continuing operations</b>		<b>816,642</b>	850,125	<b>838,670</b>	865,918
<b>Net result from continuing operations</b>		<b>143,167</b>	22,585	<b>122,638</b>	21,979

The accompanying notes form part of these financial statements.

## Statement of Comprehensive Income

For the Year Ended 31 December 2021

	Note	Consolidated		Parent	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Net result for the period</b>		<b>143,167</b>	22,585	<b>122,638</b>	21,979
<i>Items that will not be reclassified to Income Statement</i>					
Gain/(loss) on revaluation of property, plant and equipment	27(c)	<b>40,754</b>	55,557	<b>40,754</b>	55,557
Gain/(loss) on revaluation of asset held-for-sale	27(c)	<b>9,014</b>	-	<b>9,014</b>	-
Gain/(loss) on revaluation of livestock	27(c)	<b>(69)</b>	257	<b>(69)</b>	257
Net actuarial gains/(losses) recognised in respect of Defined Benefit Plans	27(c)	<b>650</b>	(183)	<b>650</b>	(183)
Change in fair value of equity investments designated at fair value through other comprehensive income	27(c)	<b>44,937</b>	15,394	<b>44,937</b>	15,394
<b>Total</b>		<b>95,286</b>	71,025	<b>95,286</b>	71,025
<b>Total other comprehensive income</b>		<b>95,286</b>	71,025	<b>95,286</b>	71,025
<b>Comprehensive result</b>		<b>238,453</b>	93,610	<b>217,924</b>	93,004
<b>Total comprehensive income attributable to: Members of the University</b>		<b>238,453</b>	93,610	<b>217,924</b>	93,004

The accompanying notes form part of these financial statements.

## Statement of Financial Position

As At 31 December 2021

		Consolidated		Parent	
		2021	2020	2021	2020
	Note	\$'000	\$'000	\$'000	\$'000
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	17	343,245	186,839	340,640	183,377
Receivables	18	75,006	56,045	74,265	53,274
Inventories		2	2	2	2
Contract assets		13,634	-	-	-
Other non-financial assets	22	518	1,088	518	1,088
<b>Total current assets</b>		<b>432,405</b>	<b>243,974</b>	<b>415,425</b>	<b>237,741</b>
<b>Non-current assets</b>					
Receivables	18	396,020	417,806	396,210	417,914
Investments accounted for using the equity method	7	-	-	-	-
Property, plant and equipment	19	2,490,404	2,484,303	2,488,078	2,481,043
Other financial assets	21	505,518	373,236	505,518	373,236
Intangible assets	20	76,269	59,954	76,269	59,954
Other non-financial assets	22	2,076	2,408	2,076	2,408
<b>Total non-current assets</b>		<b>3,470,287</b>	<b>3,337,707</b>	<b>3,468,151</b>	<b>3,334,555</b>
<b>Total assets</b>		<b>3,902,692</b>	<b>3,581,681</b>	<b>3,883,576</b>	<b>3,572,296</b>
<b>Liabilities</b>					
<b>Current liabilities</b>					
Trade and other payables	23	67,210	78,098	68,736	79,299
Borrowings	24	16,801	7,672	37,546	23,313
Provisions	25	108,579	101,095	104,373	97,097
Contract liabilities		27,567	20,806	27,567	16,056
Other liabilities	26	55,473	47,869	54,080	45,693
<b>Total current liabilities</b>		<b>275,630</b>	<b>255,540</b>	<b>292,302</b>	<b>261,458</b>
<b>Non-current liabilities</b>					
Borrowings	24	724,851	636,315	724,851	636,315
Provisions	25	420,074	445,260	418,492	443,634
Contract liabilities		18,817	18,459	18,817	18,459
Other liabilities	26	8,113	7,626	8,113	7,626
<b>Total non-current liabilities</b>		<b>1,171,855</b>	<b>1,107,660</b>	<b>1,170,273</b>	<b>1,106,034</b>
<b>Total liabilities</b>		<b>1,447,485</b>	<b>1,363,200</b>	<b>1,462,575</b>	<b>1,367,492</b>
<b>Net assets</b>		<b>2,455,207</b>	<b>2,218,481</b>	<b>2,421,001</b>	<b>2,204,804</b>
<b>Equity</b>					
Reserves	27	1,015,890	1,022,695	1,015,349	1,022,154
Retained earnings		1,439,317	1,195,786	1,405,652	1,182,650
<b>Total equity</b>		<b>2,455,207</b>	<b>2,218,481</b>	<b>2,421,001</b>	<b>2,204,804</b>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity

For the Year Ended 31 December 2021

		Reserves	Parent Retained Earnings	Total
	Note	\$'000	\$'000	\$'000
<b>Balance at 1 January 2021</b>		<b>1,022,154</b>	<b>1,182,650</b>	<b>2,204,804</b>
Retrospective changes	1(k)	-	(1,727)	(1,727)
<b>Balance as restated</b>		<b>1,022,154</b>	<b>1,180,923</b>	<b>2,203,077</b>
Net result		-	122,638	122,638
Gain/(loss) on revaluation of property, plant and equipment	27(c)	40,754	-	40,754
Gain/(loss) on revaluation of asset held-for-sale	27(c)	9,014	-	9,014
Gain/(loss) on financial assets at fair value through OCI	27(c)	44,937	-	44,937
Gain/(loss) on revaluation of livestock	27(c)	(69)	-	(69)
Remeasurements of Defined Benefit Plans	27(c)	650	-	650
<b>Other comprehensive income</b>		<b>95,286</b>	<b>-</b>	<b>95,286</b>
<b>Total comprehensive income</b>		<b>1,117,440</b>	<b>1,303,561</b>	<b>2,421,001</b>
Transfer from property plant and equipment and investment revaluation reserve	27(c)	(102,091)	102,091	-
<b>Balance at 31 December 2021</b>		<b>1,015,349</b>	<b>1,405,652</b>	<b>2,421,001</b>

		Reserves	Parent Retained Earnings	Total
	Note	\$'000	\$'000	\$'000
<b>Balance at 1 January 2020</b>		<b>951,129</b>	<b>1,160,671</b>	<b>2,111,800</b>
Net result		-	21,979	21,979
Gain/(loss) on revaluation of property, plant and equipment	27(c)	55,557	-	55,557
Gain/(loss) on financial assets at fair value through OCI	27(c)	15,394	-	15,394
Gain/(loss) on revaluation of livestock	27(c)	257	-	257
Remeasurements of Defined Benefit Plans	27(c)	(183)	-	(183)
<b>Other comprehensive income</b>		<b>71,025</b>	<b>-</b>	<b>71,025</b>
<b>Total comprehensive income</b>		<b>1,022,154</b>	<b>1,182,650</b>	<b>2,204,804</b>
<b>Balance at 31 December 2020</b>		<b>1,022,154</b>	<b>1,182,650</b>	<b>2,204,804</b>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity

For the Year Ended 31 December 2021

	Note	Consolidated		
		Reserves	Retained Earnings	Total
		\$'000	\$'000	\$'000
<b>Balance at 1 January 2021</b>		<b>1,022,695</b>	<b>1,195,785</b>	<b>2,218,480</b>
Retrospective changes	1(k)	-	(1,727)	(1,727)
<b>Balance as restated</b>		<b>1,022,695</b>	<b>1,194,058</b>	<b>2,216,753</b>
Net result		-	143,167	143,167
Gain/(loss) on revaluation of property, plant and equipment	27(c)	40,754	-	40,754
Gain/(loss) on equity investments at fair value through comprehensive income	27(c)	44,937	-	44,937
Gain/(loss) on revaluation of asset held-for-sale	27(c)	9,014	-	9,014
Gain/(loss) on revaluation of livestock	27(c)	(69)	-	(69)
Remeasurements of Defined Benefit Plans	27(c)	650	-	650
<b>Other comprehensive income</b>		<b>95,286</b>	<b>-</b>	<b>95,286</b>
<b>Total comprehensive income</b>		<b>1,117,981</b>	<b>1,337,225</b>	<b>2,455,206</b>
Transfer from property plant and equipment and investment revaluation reserve	27(c)	(102,091)	102,091	-
<b>Balance at 31 December 2021</b>		<b>1,015,890</b>	<b>1,439,316</b>	<b>2,455,206</b>

	Note	Consolidated		
		Reserves	Retained Earnings	Total
		\$'000	\$'000	\$'000
<b>Balance at 1 January 2020</b>		<b>951,670</b>	<b>1,173,200</b>	<b>2,124,870</b>
Net result		-	22,585	22,585
Gain/(loss) on revaluation of property, plant and equipment	27(c)	55,557	-	55,557
Gain/(loss) on equity investments at fair value through comprehensive income	27(c)	15,394	-	15,394
Gain/(loss) on revaluation of art collection	27(c)	-	-	-
Gain/(loss) on revaluation of livestock	27(c)	257	-	257
Remeasurements of Defined Benefit Plans	27(c)	(183)	-	(183)
<b>Other comprehensive income</b>		<b>71,025</b>	<b>-</b>	<b>71,025</b>
<b>Total comprehensive income</b>		<b>1,022,695</b>	<b>1,195,785</b>	<b>2,218,480</b>
<b>Balance at 31 December 2020</b>		<b>1,022,695</b>	<b>1,195,785</b>	<b>2,218,480</b>

The accompanying notes form part of these financial statements.

# Statement of Cash Flows

For the Year Ended 31 December 2021

	Note	Consolidated		Parent	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Cash flows from operating activities:</b>					
Australian Government grants		649,400	598,746	647,349	590,096
State Government grants		74	59	74	59
HECS-HELP - Student payments		12,346	13,747	12,346	13,747
Receipts from student fees and other customers		220,840	239,974	231,792	265,756
Dividends received		1,061	2,200	1,061	2,200
Payments to suppliers and employees (inclusive of GST)		(745,677)	(728,726)	(762,579)	(750,549)
Interest received		21,504	12,730	21,389	11,968
Interest and other costs of finance		(16,158)	(13,549)	(16,659)	(13,549)
GST recovered		3,663	25,543	3,663	25,543
<b>Net cash provided by / (used in) operating activities</b>	36	<b>147,053</b>	<b>150,724</b>	<b>138,436</b>	<b>145,271</b>
<b>Cash flows from investing activities:</b>					
Proceeds from sale of property, plant and equipment		155,528	9,830	155,513	9,830
Payments for property, plant and equipment		(60,758)	(70,065)	(60,743)	(96,957)
Payments for financial assets		(69,395)	(3,769)	(69,395)	(3,769)
Loans to related parties		-	-	-	(14,426)
Repayments of loans by related parties		-	-	-	44,533
<b>Net cash provided by / (used in) investing activities</b>		<b>25,375</b>	<b>(64,004)</b>	<b>25,375</b>	<b>(60,789)</b>
<b>Cash flows from financing activities:</b>					
Proceeds from borrowings		-	592,500	9,624	611,290
Repayment of borrowings		-	(584,500)	(150)	(602,727)
Payment of lease liabilities		(16,022)	(13,907)	(16,022)	(13,907)
<b>Net cash provided by / (used in) financing activities</b>		<b>(16,022)</b>	<b>(5,907)</b>	<b>(6,548)</b>	<b>(5,344)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>156,406</b>	<b>80,813</b>	<b>157,263</b>	<b>79,138</b>
Cash and cash equivalents at beginning of financial year		186,839	106,026	183,377	104,239
<b>Cash and cash equivalents at end of financial year</b>	17	<b>343,245</b>	<b>186,839</b>	<b>340,640</b>	<b>183,377</b>

The accompanying notes form part of these financial statements.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 1 Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years reported unless otherwise stated. The financial statements include separate statements for Western Sydney University as the parent entity (the 'University') and the consolidated entity consisting of Western Sydney University and its subsidiaries (the 'Group').

The principal address of Western Sydney University is Great Western Highway Kingswood NSW 2747.

#### (a) Basis of Preparation

As per AASB 1054 *Australian Additional Disclosures*, the annual financial statements represent the audited general purpose financial statements of Western Sydney University. They have been prepared on an accrual basis and comply with Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board (AASB).

Western Sydney University applies Tier 1 reporting requirements.

Additionally the statements have been prepared in accordance with following statutory requirements:

- *Government Sector Finance Act 2018* and *Government Sector Finance Regulation 2018*;
- *Higher Education Support Act 2003* (Financial Statement Guidelines for Australian Higher Education Providers for the 2021 Reporting Period).

Western Sydney University is a not-for-profit entity and these statements have been prepared on that basis. Some of the Australian Accounting Standards requirements for not-for-profit entities are inconsistent with the International Financial Reporting Standards (IFRS) requirements.

#### ***Date of authorisation for issue***

The financial statements were authorised for issue by the Board of Trustees of Western Sydney University on 13 April 2022.

#### ***Historical cost convention***

These financial statements have been prepared under the historical cost convention, except for debt and equity financial assets (including derivative instruments) that have been measured at fair value either through other comprehensive income or profit or loss and certain classes of property, plant and equipment.

#### ***Critical accounting estimates***

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying Western Sydney University's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in the preparation of the financial statements are described in the accounting policy notes.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 1 Summary of Significant Accounting Policies (continued)

#### (b) Basis of Consolidation

##### *(i) Subsidiaries*

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Western Sydney University ("parent entity") as at 31 December 2021 and the results of all subsidiaries for the year then ended. Western Sydney University and its subsidiaries together are referred to in this financial report as the Group or the Consolidated Entity.

Subsidiaries are all those entities (including structured entities) over which the Group has control. The Group has control over an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Power over the investee exists when the Group has existing rights that give it current ability to direct the relevant activities of the investee. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date control ceases.

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

A list of controlled entities is contained in note 32(b).

##### *(ii) Joint arrangements*

AASB11 *Joint Arrangements* defines a joint arrangement as an arrangement of which two or more parties have joint control and classifies these arrangements as either joint operations or joint ventures.

Western Sydney University has determined that it has both joint ventures and joint operations.

##### *Joint operations*

The University's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated into the financial statements under the appropriate headings. Details of joint operations for the University are set out in note 35.

Details of joint operations between the controlled entities and other parties are set out in their respective financial statements.

##### *Joint ventures*

The interest in a joint venture entity is accounted for in the consolidated financial statements using the equity method and is carried at cost by the parent entity. The University's interests in joint ventures are set out in note 7.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 1 Summary of Significant Accounting Policies (continued)

#### (c) Foreign operations

Western Sydney University operates a small number of teaching programs in the Asia region. There are no University entities registered overseas.

#### (d) Foreign currency transactions and balances

Both the functional and presentation currency of the Group is Australian Dollars.

Transactions in foreign currencies are recorded in the functional currency at the exchange rates prevailing at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

#### (e) Income Tax exemption

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

#### (f) Insurance

Western Sydney University insures externally for all significant areas of risk exposure and accordingly is not a self-insurer and makes no provision in its financial statements for internal coverage.

Workers' Compensation insurance is currently held with icare Workers Insurance (NSW). Property and liability protections (including General and Products Liability, Professional Liability, Medical Malpractice, Clinical Trials and Directors and Officers) are arranged with Unimutual.

#### (g) Inventories

A stocktake of inventories on hand at year end was performed. All inventories are measured at the lower of cost and net realisable value. Retail stock is valued at a weighted average price and other stock is valued at last purchase price.

#### (h) Rounding of amounts

Amounts have been rounded off to the nearest thousand dollars.

#### (i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case, it is recognised as part of the cost acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 1 Summary of Significant Accounting Policies (continued)

### (i) Goods and Services Tax (GST) (continued)

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

The Group is a Charitable Institution endorsed to access GST concessions on a range of transactions.

### (j) New Accounting Standards and Interpretations

Certain new Accounting Standards and Interpretations have been published but are not mandatory for 31 December 2021 reporting periods and have not yet been applied in the financial statements. Western Sydney University's assessment of the impact of these new Standards and Interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the University.

Standard	Application date	Description
AASB 2020-1	1 Jan 2022	Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current.
AASB 2020-6	1 Jan 2022	Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current - Deferral of Effective Date.
AASB 2020-3	1 Jan 2022	Amendments to Australian Accounting Standards – Annual Improvements 2018–2020 and Other Amendments.
AASB 2020-8	1 Jan 2022	Amendments to Australian Accounting Standards – Interest Rate Benchmark Reform.
AASB 2017-5	1 Jan 2022	Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128.
AASB 2021-2	1 Jan 2023	Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates
AASB 2021-5	1 Jan 2023	Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction
AASB 17	1 Jan 2023	Insurance Contracts and Amendments to Australian Accounting Standards – Insurance Contracts

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 1 Summary of Significant Accounting Policies (continued)

### (k) Initial application of the International Financial Reporting Standards Interpretations Committee (IFRS IC) Agenda Decisions

#### (i) Software-as-a-Service (SaaS) arrangements

In April 2021, the IFRS IC published an agenda decision relating to the accounting for configuration and customisation costs incurred related to a Software as a Service (SaaS) arrangement. As a result, Western Sydney University has changed its accounting policy in relation to configuration and customisation costs incurred in implementing SaaS arrangements. The revised accounting policy capitalises these costs as intangible assets only if the implementation activities create an intangible asset that the entity controls and the intangible asset meets the recognition criteria. Where costs incurred to configure or customise do not result in the recognition of an intangible software asset, then those costs that provide the University with a distinct service (in addition to the SaaS access) are recognised as expenses when the supplier provides the services. When such costs incurred do not provide a distinct service, the costs are capitalised as a prepayment and are recognised as expenses over the duration of the SaaS contract.

The change in policy has been applied retrospectively, however as the impact on prior years was not material, the amount relating to prior years has been adjusted through opening retained earnings and comparatives have not been restated. The impact on the Group's financial statements to reflect the write-off of previously capitalised costs is shown in the table below.

#### Consolidated & Parent entity

	Impact for 2021 \$'000	Prior year impact on opening balance sheet \$'000	Total Increase/ (Decrease) \$'000
<b>Balance sheets</b>			
Intangible assets - Software	(94)	(1,727)	(1,821)
Opening retained earnings	-	(1,727)	(1,727)
<b>Income statements</b>			
Other expenses	94	-	94

### (l) Comparative Amounts

Where necessary, comparative information has been reclassified to enhance comparability in respect of changes in presentation adopted in the current year.

Updates to prior year comparative information has been made in the current year to reflect Western Growth Developments (Westmead) Pty Ltd Financial Statements signed after the University's consolidated Financial Statements were finalised and endorsed.

MTN interest expenses totalling \$203k were incorrectly classified as Other Expenses in 2020.

The impact of the changes is not material.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 1 Summary of Significant Accounting Policies (continued)

#### (I) Comparative Amounts (continued)

	2020 Reported Consolidated \$'000	2020 Adjustment Consolidated \$'000	2020 Revised Consolidated \$'000
<b>Income Statement (extract)</b>			
<b>Income from continuing operations</b>			
Other revenue and income	40,721	554	41,275
<b>Expenses from continuing operations</b>			
Borrowing costs	13,347	203	13,550
Other expenses	229,294	(203)	229,091
<b>Statement of Financial Position (extract)</b>			
<b>Equity</b>			
Retained earnings	1,195,232	554	1,195,786

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 2 Australian Government financial assistance including Australian Government loan programs (HELP)

	Note	Consolidated		Parent	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Commonwealth Grants Scheme (CGS) and Other Grants	37(a)	329,167	307,100	329,167	307,100
Education Research	37(c)	30,061	19,928	30,061	19,928
Australian Research Council	37(e)	8,173	6,099	8,173	6,099
<b>Total CGS and Research Grants</b>		<b>367,401</b>	<b>333,127</b>	<b>367,401</b>	<b>333,127</b>
Other Australian Government financial assistance		7,576	13,677	5,525	5,027
<b>Total Australian Government Grants</b>		<b>374,977</b>	<b>346,804</b>	<b>372,926</b>	<b>338,154</b>
Higher Education Loan Programs	37(b)	243,466	252,362	243,466	252,362
<b>Total Australian Government financial assistance</b>		<b>618,443</b>	<b>599,166</b>	<b>616,392</b>	<b>590,516</b>

### Australian Government Grants received - cash basis

	Note	Consolidated		Parent	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
CGS and Other Education Grants	37(a)	347,149	306,517	347,149	306,517
Higher Education Loan Programs	37(b)	253,605	247,101	253,605	247,101
Education Research	37(c)	30,061	19,928	30,061	19,928
ARC Grants - Discovery	37(e)	6,157	6,592	6,157	6,592
ARC Grants - Linkages	37(e)	1,729	1,026	1,729	1,026
ARC Grants - Networks and Centres	37(e)	754	1,414	754	1,414
ARC Grants - Special Research Initiatives	37(e)	297	419	297	419
Other Australian Government financial assistance		7,576	13,677	5,525	5,027
<b>Total Australian Government grants received - cash basis</b>		<b>647,328</b>	<b>596,674</b>	<b>645,277</b>	<b>588,024</b>
OS-Help (Net)	37(f)	2,072	2,072	2,072	2,072
<b>Total Australian Government funding received - cash basis</b>		<b>649,400</b>	<b>598,746</b>	<b>647,349</b>	<b>590,096</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 2 Australian Government financial assistance including Australian Government loan programs (HELP) (continued)

#### Accounting Policy

The Group recognises CGS revenue in academic terms when the course is provided.

Grant funding, including grants from Australian Research Council "ARC" and National Health and Medical Research Council "NHMRC", are considered within the scope of AASB15 and meet the enforceability criteria due to the existence of refund clauses in the agreements with the grantor, and the promise to transfer goods and services to the customer (or on behalf of the customer) are sufficiently specific as the University has the obligation to provide:

- Comprehensive research findings during or after completion,
- Access to research materials throughout the contract period to the grantor,
- Publication of research data and results,
- A licence or transfer of intellectual property.

The Group has elected to adopt the input method to recognise revenue over time to the extent of expenditure incurred, since expenditure in accordance with grant terms typically results in the simultaneous release of restrictions and conditions imposed by the grantor.

Funding received in advance is recognised as contract liability on the statement of financial position and released to income as the conditions are met.

Other grant funding with no restrictions or 'sufficiently specific' performance obligations in the agreement is recognised immediately as income in the year of receipt.

### 3 State and Local Government financial assistance

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Non-capital</b>				
NSW Department of Primary Industries	74	59	74	59
<b>Total Non-capital</b>	<b>74</b>	<b>59</b>	<b>74</b>	<b>59</b>
<b>Total State and Local Government financial assistance</b>	<b>74</b>	<b>59</b>	<b>74</b>	<b>59</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 4 Fees and charges

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Course Fees and Charges</b>				
Fee-paying onshore overseas students	135,744	149,050	134,915	147,894
Fee-paying offshore overseas students	1,394	891	1,394	891
Fee-paying domestic postgraduate students	4,670	4,339	4,670	4,339
Fee-paying domestic undergraduate students	1,154	785	565	498
Fee-paying domestic non-award students	701	1,088	608	815
Continuing education	1,278	2,249	18	13
Other domestic course fees and charges	117	38	117	38
<b>Total Course Fees and Charges</b>	<b>145,058</b>	<b>158,440</b>	<b>142,287</b>	<b>154,488</b>
<b>Other Non-Course Fees and Charges</b>				
Student services fees from students	3,909	4,139	3,909	4,139
Student accommodation	3,719	4,590	3,719	4,590
Student test fees	1,812	1,370	-	-
Graduation fees	-	14	-	14
Academic dress hire	-	(5)	-	(5)
Academic transcripts	261	245	261	245
Library fines	26	121	26	121
Other	588	285	529	182
<b>Total Other Fees and Charges</b>	<b>10,315</b>	<b>10,759</b>	<b>8,444</b>	<b>9,286</b>
<b>Total Fees and Charges</b>	<b>155,373</b>	<b>169,199</b>	<b>150,731</b>	<b>163,774</b>

### Accounting Policy

#### Course fees and charges

The course fees and charges revenue relates to undergraduate programs, graduate and professional degree programs and continuing education.

The revenue is recognised for academic terms falling within the period. When the courses or training have been paid in advance by students or the Group has received the government funding in advance (e.g. before starting the academic period), the Group recognises a contract liability until the services are delivered.

#### Non-course fees and charges

Non-course fees and charges, including student service fees and other on-campus academic services, are generally recognised as income in the year of receipt, when services are rendered and substantially complete.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 5 Investment income

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Interest income	476	2,212	363	2,120
Distribution from managed funds	24,398	12,673	24,398	12,673
Dividends income	1,061	2,200	1,061	2,200
Realised investment gains/(losses)	-	1,087	-	1,087
Change in fair value of financial assets designated at fair value through profit or loss	17,950	(1,650)	17,950	(1,650)
<b>Total investment income</b>	<b>43,885</b>	<b>16,522</b>	<b>43,772</b>	<b>16,430</b>

#### Accounting Policy

Revenue is recognised as the interest income is earned and is recorded using the effective interest method. Dividend revenue is recognised (a) when the dividend is declared and the right to receive payment is established, (b) it is probable that the economic benefits associated with the dividend will flow to the entity; and (c) the amount of the dividend can be measured reliably.

All other material revenue is accounted for on an accrual basis.

### 6 Consultancy and contracts

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Consultancy	538	475	535	472
Contract research	32,888	26,963	32,888	26,963
<b>Total consultancy and contracts</b>	<b>33,426</b>	<b>27,438</b>	<b>33,423</b>	<b>27,435</b>

#### Accounting Policy

Consultancy and contract research revenue recognition is dependent upon the source of the funding and the nature of the transaction.

A contract that meets enforceable criteria and has 'sufficiently specific' performance obligations in the agreement, is recognised in income when the Group is entitled to the funding and the contractual performance obligations have been met. The promise to transfer goods and services to the customer (or on behalf of the customer) are sufficiently specific as the University has the obligation to provide:

- Comprehensive research findings during or after completion,
- Access to research materials throughout the contract period to the grantor,
- Publication of research data and results,
- A licence or transfer of intellectual property.

The Group has elected to adopt the input method to recognise revenue from contracts for consulting and research over time to the extent of expenditure incurred, since expenditure in accordance with contract terms typically results in the simultaneous release of restrictions and conditions imposed by the customers.

Income received in advance is recognised as contract liability on the statement of financial position and released to income as the conditions are met.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 7 Investments accounted for using the equity method

##### (a) Restrictions

The Group has nil restrictions from the joint venture with Navitas Pty Ltd.

##### (b) Individually immaterial joint venture or associate

Aggregate carrying amount of interests in joint ventures and associates accounted for using the equity method that is not individually material in the consolidated financial statements.

Contingent liabilities arising from the Group's interests in associates and joint arrangements, and capital commitments arising from the Group's interests in joint arrangements are disclosed in notes 30 and 31 respectively.

##### Accounting Policy

Under the equity method, the share of the profits or losses of the entity is recognised in the income statement, and the share of movements in reserves is recognised in reserves in the statement of comprehensive income and the statement of changes in equity. If the venturer's share of losses of a joint venture equals or exceeds its interest in the joint venture, the venturer discontinues recognising its share of further losses.

#### 8 Gain/(loss) on disposal of assets

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Proceeds from sale	155,532	9,830	155,514	9,830
Carrying amount of assets sold	(125,484)	(4,526)	(125,482)	(4,526)
<b>Total gain/(loss) on disposal of assets</b>	<b>30,048</b>	<b>5,304</b>	<b>30,032</b>	<b>5,304</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 9 Other revenue and income

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Service income	-	60	35,999	35,456
Net construction revenue	19,366	554	-	-
Commercial leases and other rental income	13,413	11,235	13,413	11,235
Donations and bequests	8,967	9,643	8,838	9,542
Recoveries	7,939	7,428	7,798	7,319
Childcare centre fees and grants	8,014	5,619	-	-
Scholarships and prizes	2,263	1,165	2,263	1,131
Parking fees	1,439	481	1,439	481
Sale of goods	684	1,020	1,031	1,091
Non-government grants	916	1,005	916	1,005
Royalties, trademarks and licences	193	168	193	168
Other	3,020	2,897	2,648	3,204
<b>Total other revenue and income</b>	<b>66,214</b>	<b>41,275</b>	<b>74,538</b>	<b>70,632</b>

### Accounting Policy

#### Lease income

Lease income from operating leases is recognised as income on a straight-line basis over the lease term.

#### Royalties, trademarks and licences

Revenue from royalties, trademarks and licences is recognised on an accrual basis in accordance with the substance of the relevant agreement.

#### Donation & Bequests

Donations and bequests with no restrictions are recognised in income immediately when the Group is entitled to the funds.

Donations with donor-imposed restrictions to deliver cash scholarship payments to third parties are recognised as financial liabilities on the statement of financial position in accordance with AASB9.

#### Net construction income

This represents revenue recognised under *AASB 15 Revenue from Contracts with Customers*, net of property and development costs in relation to the provision of development services. Revenue from providing development services is recognised in the accounting period which the services are rendered. The Group has elected to adopt the input method to recognise revenue to the extent of expenditure incurred based upon percentage of completion. Additional variable consideration that the Group is entitled to may be recognised once uncertainty associated with the variable consideration is resolved. The gross revenue recognised during the year was \$78.8M (2020: \$68.6M). Construction costs are expensed in the accounting period in which the services are rendered. The gross costs recognised during the year were \$59.5M (2020: \$68.1M).

#### Other revenue and income

Other revenue and income including parking fees and other on-campus non-academic services is generally recognised as income in the year of receipt, when services are rendered and substantially complete.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 10 Revenue and Income from continuing operations

### (a) Disaggregation

	Consolidated and Parent							2021	
	Sources of funding							Total Revenue from contracts with customers	Total income of not-for-profit entities
	Higher Education Loan Program ('HELP')	Student fees	Australian Government financial assistance	State and Local Government financial assistance	Commercial arrangements	Donations, including corporate sponsorship	Others		
Revenue and Income Streams	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Course fees and charges</b>									
Domestic students undergraduate	214,649	13,612	-	-	-	-	-	228,261	-
Onshore overseas students undergraduate	-	131,052	-	-	-	-	-	131,052	-
Offshore overseas students undergraduate	-	1,394	-	-	-	-	-	1,394	-
Domestic students postgraduate	21,892	4,787	-	-	-	-	-	26,679	-
Onshore overseas students postgraduate	-	4,692	-	-	-	-	-	4,692	-
Continuing education and executive programs	-	1,867	-	-	-	-	-	1,867	-
<b>Total course fees and charges</b>	<b>236,541</b>	<b>157,404</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>393,945</b>	<b>-</b>
<b>Research income</b>	<b>-</b>	<b>-</b>	<b>38,234</b>	<b>74</b>	<b>32,888</b>	<b>-</b>	<b>-</b>	<b>36,558</b>	<b>34,638</b>
<b>Recurrent government grants</b>	<b>-</b>	<b>-</b>	<b>329,167</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>326,324</b>	<b>2,843</b>
<b>Non-course fees and charges</b>									
Student services and amenities	6,925	3,909	-	-	-	-	-	10,834	-
Student accommodation	-	-	-	-	3,719	-	-	3,719	-
Other	-	2,687	-	-	38,278	11,229	15,953	56,631	11,516
<b>Total non-course fees and charges</b>	<b>6,925</b>	<b>6,596</b>	<b>-</b>	<b>-</b>	<b>41,997</b>	<b>11,229</b>	<b>15,953</b>	<b>71,184</b>	<b>11,516</b>
<b>Other</b>	<b>-</b>	<b>-</b>	<b>7,576</b>	<b>-</b>	<b>916</b>	<b>-</b>	<b>-</b>	<b>2,517</b>	<b>5,975</b>
<b>Total revenue from contracts with customers</b>	<b>243,466</b>	<b>163,974</b>	<b>336,098</b>	<b>74</b>	<b>70,963</b>	<b>-</b>	<b>15,953</b>	<b>830,528</b>	
<b>Total income of not-for-profit</b>	<b>-</b>	<b>26</b>	<b>38,879</b>	<b>-</b>	<b>4,838</b>	<b>11,229</b>	<b>-</b>		<b>54,972</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 10 Revenue and Income from continuing operations (continued)

### (a) Disaggregation (continued)

	Consolidated and Parent							2020	
	Sources of funding							Total Revenue from contracts with customers	Total income of not-for-profit entities
Revenue and Income Streams	Higher Education Loan Program ('HELP')	Student fees	Australian Government financial assistance	State and Local Government financial assistance	Commercial arrangements	Donations, including corporate sponsorship	Others	\$'000	\$'000
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Course fees and charges</b>									
Domestic students undergraduate	223,807	15,298	-	-	-	-	-	239,105	-
Onshore overseas students undergraduate	-	145,310	-	-	-	-	-	145,310	-
Offshore overseas students undergraduate	-	891	-	-	-	-	-	891	-
Domestic students postgraduate	20,879	4,412	-	-	-	-	-	25,291	-
Onshore overseas students postgraduate	-	3,741	-	-	-	-	-	3,741	-
Continuing education and executive programs	-	2,249	-	-	-	-	-	2,249	-
<b>Total course fees and charges</b>	244,686	171,901	-	-	-	-	-	416,587	-
<b>Research income</b>	-	-	26,027	59	26,963	-	-	29,746	23,303
<b>Recurrent government grants</b>	-	-	307,100	-	-	-	-	304,067	3,033
<b>Non-course fees and charges</b>									
Student services and amenities	7,676	4,139	-	-	-	-	-	11,815	-
Student accommodation	-	-	-	-	4,590	-	-	4,590	-
Other	-	2,030	-	-	16,276	10,808	12,663	30,751	11,026
<b>Total non-course fees and charges</b>	7,676	6,169	-	-	20,866	10,808	12,663	47,156	11,026
<b>Other</b>	-	-	13,678	-	1,065	-	-	3,206	11,537
<b>Total revenue from contracts with customers</b>	252,362	177,949	312,307	59	45,422	-	12,663	800,762	
<b>Total income of not-for-profit</b>	-	121	34,498	-	3,472	10,808	-		48,899

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 11 Employee related expenses

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Academic</b>				
Salaries	199,291	210,928	180,197	190,822
Contributions to superannuation & pension schemes - funded	29,680	30,888	27,565	28,608
Payroll tax	10,717	12,609	9,711	11,365
Worker's compensation	776	813	582	699
Long service leave expense	3,598	8,191	3,406	7,779
Annual leave	5,338	(2,767)	5,278	(2,881)
<b>Total academic</b>	<b>249,400</b>	<b>260,662</b>	<b>226,739</b>	<b>236,392</b>
<b>Non-academic</b>				
Salaries	179,761	190,925	168,852	180,111
Contributions to superannuation & pension schemes - funded	27,769	29,014	26,679	27,961
Payroll tax	9,675	11,777	9,149	11,066
Worker's compensation	792	941	540	677
Long service leave expense	3,854	7,499	3,788	7,261
Annual leave	4,205	(2,742)	4,094	(2,765)
<b>Total non-academic</b>	<b>226,056</b>	<b>237,414</b>	<b>213,102</b>	<b>224,311</b>
<b>Total employee related expenses</b>	<b>475,456</b>	<b>498,076</b>	<b>439,841</b>	<b>460,703</b>
<b>Total employee related expenses, including deferred government employee benefits for superannuation</b>	<b>475,456</b>	<b>498,076</b>	<b>439,841</b>	<b>460,703</b>

#### Accounting Policy

Refer to note 25 for policies on employee benefits.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 12 Depreciation and amortisation

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Depreciation</b>				
Buildings and infrastructure	31,112	30,226	31,112	30,226
Plant and equipment	11,851	13,135	11,659	12,942
Library collection	1,633	1,865	1,633	1,865
Leasehold property	9,264	9,828	8,507	8,658
Right-of-use assets	26,226	20,876	26,226	20,876
<b>Total depreciation</b>	<b>80,086</b>	<b>75,930</b>	<b>79,137</b>	<b>74,567</b>
<b>Amortisation</b>				
Intangible assets	7,396	7,892	7,396	7,892
<b>Total depreciation and amortisation</b>	<b>87,482</b>	<b>83,822</b>	<b>86,533</b>	<b>82,459</b>

#### Accounting Policy

Land and the art collection are not depreciated. Depreciation on other assets is calculated using the straight line method to allocate their cost or revalued amounts, over their estimated useful lives, as follows:

Depreciable assets	2021	2020
Audio Visual	10 years	10 years
Buildings (except where a limit of useful life of a building has been identified)	5-60 years	5-60 years
Computing (Mainframe & Networking)	4 years	4 years
Computing (Other)	3 years	3 years
Leasehold Improvements	2-6 years	2-6 years
Library Collections	5 years	5 years
Printing	10 years	10 years
Scientific	10 years	10 years
Software	3-10 years	3-10 years
Vehicles	6-7 years	6-7 years
Right-of-use Assets	2-15 years	2-15 years
Other	10-20 years	10-20 years

Right of use assets (under AASB16) and leasehold improvements are depreciated over the shorter of the unexpired period of the lease or the estimated life of the improvements.

Refer to note 19 for policies on depreciation and note 20 for policies on amortisation.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 13 Repairs and maintenance

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Buildings	18,564	20,051	18,479	20,029
Plant and equipment	3,811	3,862	3,786	3,858
Motor vehicles	873	183	873	168
Information technology	3	23	3	23
<b>Total repairs and maintenance</b>	<b>23,251</b>	<b>24,119</b>	<b>23,141</b>	<b>24,078</b>

#### Accounting Policy

Repairs and maintenance costs are recognised as expenses as incurred, except where they relate to the replacement of a component of an asset, in which case the carrying amount of those parts that are replaced is derecognised and the cost of the replacing part is capitalised if the recognition criteria are met. Other routine operating maintenance, repair and minor renewal costs are also recognised as expenses, as incurred.

#### 14 Borrowing costs

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Interest expense	4,560	3,964	4,581	4,075
Interest expense on lease liabilities	11,598	9,586	11,598	9,586
<b>Total borrowing costs expensed</b>	<b>16,158</b>	<b>13,550</b>	<b>16,179</b>	<b>13,661</b>

#### Accounting Policy

Borrowing costs are expensed in the period in which they are incurred.

For interest expense on lease liabilities, please refer to note 24 which details the policy for lease accounting where the University is a lessee.

#### 15 Impairment of assets

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Impairment of non-financial assets	507	215	506	214
Doubtful debts	(408)	1,252	(546)	136
<b>Total impairment of assets</b>	<b>99</b>	<b>1,467</b>	<b>(40)</b>	<b>350</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 15 Impairment of assets (continued)

### Accounting Policy

Intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Other assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows which are largely independent of the cash inflows from other assets or groups of assets (cash generating units).

Debtor impairment accounting policy is disclosed under Note 18(a).

## 16 Other expenses

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Fees for service*	118,029	117,088	178,038	174,632
Minimum lease payments on operating lease	4,326	5,290	4,058	4,919
Scholarships, grants and prizes	20,428	32,495	20,279	32,399
Consumables	11,359	10,737	11,419	10,341
Overheads	14,676	15,065	14,671	15,049
Advertising, marketing and promotional expenses	12,081	14,325	11,234	13,754
Cleaning and waste removal	8,396	7,222	8,205	7,030
Travel and entertainment	1,086	1,306	1,084	1,296
Security costs	5,703	5,435	5,683	5,419
Student education support	430	4,064	430	4,064
Non-capitalised equipment	3,264	3,220	3,251	3,194
Staff development	1,956	1,079	1,936	1,052
Other expenses	12,462	11,765	12,728	11,518
<b>Total other expenses</b>	<b>214,196</b>	<b>229,091</b>	<b>273,016</b>	<b>284,667</b>

\*Audit remuneration included in amount and disclosed under note 29.

### Accounting Policy

Refer to note 24 for policies on short-term leases and leases of low-value assets.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 17 Cash and cash equivalents

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Cash at bank and on hand	235,222	172,923	232,617	169,461
Short-term deposits	108,023	13,916	108,023	13,916
<b>Total cash and cash equivalents in statement of financial position and statement of cash flows</b>	<b>343,245</b>	<b>186,839</b>	<b>340,640</b>	<b>183,377</b>

#### (a) Cash at bank and on hand

The average interest rate during 2021 on bank accounts included in cash at bank and on hand was 0.08% (2020: 0.90%).

#### (b) Short-term deposits

The deposits are at fixed interest rates ranging between 0.25% and 0.33%. These deposits have an average maturity of 55 days.

#### Accounting Policy

For statement of cash flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### 18 Trade and other receivables

		Consolidated		Parent	
		2021	2020	2021	2020
	Note	\$'000	\$'000	\$'000	\$'000
<b>Current</b>					
Student fees		3,790	6,799	3,711	6,614
Trade receivables		52,430	28,777	50,498	24,992
Less: Allowance for expected credit losses		(2,250)	(2,725)	(980)	(1,526)
Prepayments		21,001	23,194	21,001	23,194
Other		35	-	35	-
<b>Total current receivables</b>		<b>75,006</b>	<b>56,045</b>	<b>74,265</b>	<b>53,274</b>
<b>Non-current</b>					
Trade receivables		-	-	190	108
Deferred government benefit for superannuation	38	394,615	416,347	394,615	416,347
Prepayments		1,405	1,459	1,405	1,459
<b>Total non-current receivables</b>		<b>396,020</b>	<b>417,806</b>	<b>396,210</b>	<b>417,914</b>
<b>Total receivables</b>		<b>471,026</b>	<b>473,851</b>	<b>470,475</b>	<b>471,188</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 18 Trade and other receivables (continued)

### (a) Reconciliation of changes in the provision for impairment of receivables is as follows:

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Balance at beginning of the year	2,725	1,466	1,526	1,386
Net remeasurement of provision for expected credit losses	32	1,474	(40)	354
Amount written off as uncollectable	(507)	(215)	(506)	(214)
<b>Balance at end of the year</b>	<b>2,250</b>	<b>2,725</b>	<b>980</b>	<b>1,526</b>

### Accounting Policy

#### Trade receivables

Trade receivables are held to collect contractual cash flows and give rise to cash flows representing solely payments of principal and interest. At initial recognition trade receivables are measured at their transaction price and subsequently these are classified and measured as debt instruments at amortised cost. The Group's standard terms of trade is 14 days from the date of recognition with the exception of the deferred government contribution for superannuation.

Collectability of trade receivables is reviewed on an ongoing basis. Western Sydney University measures the loss allowance for trade receivables at an amount equal to lifetime expected credit loss (ECL). The ECL on trade receivables is estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

When a trade receivable is uncollectable the amount of the loss is recognised in the income statement within 'impairment of asset'. Subsequent recoveries of amounts previously written off are credited to 'other revenue' in the income statement.

Refer to note 21 for policies on the classification of Loans and receivables.

#### Prepayments

Payments for goods and services which are to be provided in future years are recognised as prepayments. Prepayments are recorded in trade and other receivables in the statement of financial position.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 19 Property, plant and equipment

	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
Consolidated	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
- Cost	103,120	-	-	-	-	154,126	104,427	79,661	-	262,009	703,343
- Valuation	-	360,010	233,990	1,128,508	112,610	-	-	2,233	4,839	-	1,842,190
Accumulated depreciation and impairment	-	-	-	(8,630)	(1,247)	(96,071)	(30,248)	(74,192)	-	(49,910)	(260,298)
<b>Net book amount</b>	<b>103,120</b>	<b>360,010</b>	<b>233,990</b>	<b>1,119,878</b>	<b>111,363</b>	<b>58,055</b>	<b>74,179</b>	<b>7,702</b>	<b>4,839</b>	<b>212,099</b>	<b>2,285,235</b>
<b>Year ended 31 December 2020</b>											
Balance 1 January	103,120	360,010	233,990	1,119,878	111,363	58,055	74,179	7,702	4,839	212,099	2,285,235
Revaluation Surplus	-	22,970	(2,110)	30,021	4,676	-	-	-	-	-	55,557
Additions	85,430	1,100	-	551	-	6,927	-	820	14	198,825	293,667
Disposals	(30,481)	(20,000)	-	(63)	-	(177)	-	(13)	-	-	(50,734)
Depreciation Charge	-	-	-	(26,393)	(3,833)	(13,135)	(9,828)	(1,865)	-	(20,876)	(75,930)
Transfer to Intangible Asset	(23,492)	-	-	-	-	-	-	-	-	-	(23,492)
Transfers to Freehold Buildings and Plant and Equipment	(36,499)	-	-	-	-	-	-	-	-	-	(36,499)
Transfers from Construction in Progress	-	-	-	34,353	1,266	332	548	-	-	-	36,499
<b>Closing net book amount</b>	<b>98,078</b>	<b>364,080</b>	<b>231,880</b>	<b>1,158,347</b>	<b>113,472</b>	<b>52,002</b>	<b>64,899</b>	<b>6,644</b>	<b>4,853</b>	<b>390,048</b>	<b>2,484,303</b>
<b>At 31 December 2020</b>											
- Cost	98,078	1,100	-	551	-	157,883	104,347	80,192	-	460,834	902,985
- Valuation	-	362,980	231,880	1,166,901	114,750	-	-	2,233	4,853	-	1,883,597
Accumulated depreciation and impairment	-	-	-	(9,105)	(1,278)	(105,881)	(39,448)	(75,781)	-	(70,786)	(302,279)
<b>Net book amount</b>	<b>98,078</b>	<b>364,080</b>	<b>231,880</b>	<b>1,158,347</b>	<b>113,472</b>	<b>52,002</b>	<b>64,899</b>	<b>6,644</b>	<b>4,853</b>	<b>390,048</b>	<b>2,484,303</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 19 Property, plant and equipment (continued)

	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
Consolidated Year ended 31 December 2021	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance 1 January	98,078	364,080	231,880	1,158,347	113,472	52,002	64,899	6,644	4,853	390,048	2,484,303
Revaluation Surplus	-	9,009	30	35,629	5,100	-	-	-	-	-	49,768
Additions	50,795	-	-	34	-	7,355	-	453	30	107,325	165,992
Disposals	(74,974)	(31,318)	-	(19,072)	-	(87)	-	(30)	(3)	-	(125,484)
Depreciation Charge	-	-	-	(27,206)	(3,906)	(11,851)	(9,264)	(1,633)	-	(26,226)	(80,086)
Transfer to Intangible Asset	(3,729)	-	-	-	-	-	18	-	-	-	(3,711)
Transfers to Freehold Buildings and Plant and Equipment	-	-	-	-	407	440	498	-	-	-	1,345
Transfers from Construction in Progress	(5,931)	-	-	4,208	-	-	-	-	-	-	(1,723)
Transfers to Right-of-Use Assets	-	-	-	(19,254)	-	-	-	-	-	-	(19,254)
Transfers from Buildings	-	-	-	-	-	-	-	-	-	19,254	19,254
<b>Closing net book amount</b>	<b>64,239</b>	<b>341,771</b>	<b>231,910</b>	<b>1,132,686</b>	<b>115,073</b>	<b>47,859</b>	<b>56,151</b>	<b>5,434</b>	<b>4,880</b>	<b>490,401</b>	<b>2,490,404</b>
<b>At 31 December 2021</b>											
- Cost	64,239	-	-	-	-	165,071	104,845	79,767	-	587,413	1,001,335
- Valuation	-	341,771	231,910	1,141,810	116,415	-	-	2,233	4,880	-	1,839,019
Accumulated depreciation and impairment	-	-	-	(9,124)	(1,342)	(117,212)	(48,694)	(76,566)	-	(97,012)	(349,950)
<b>Net book amount</b>	<b>64,239</b>	<b>341,771</b>	<b>231,910</b>	<b>1,132,686</b>	<b>115,073</b>	<b>47,859</b>	<b>56,151</b>	<b>5,434</b>	<b>4,880</b>	<b>490,401</b>	<b>2,490,404</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 19 Property, plant and equipment (continued)

Parent	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2020</b>											
- Cost	96,229	-	-	-	-	152,561	96,071	79,661	-	262,009	686,531
- Valuation	-	340,010	233,990	1,128,508	112,610	-	-	988	4,832	-	1,820,938
Accumulated depreciation and impairment	-	-	-	(8,630)	(1,247)	(95,407)	(24,362)	(74,192)	-	(49,910)	(253,748)
<b>Net book amount</b>	<b>96,229</b>	<b>340,010</b>	<b>233,990</b>	<b>1,119,878</b>	<b>111,363</b>	<b>57,154</b>	<b>71,709</b>	<b>6,457</b>	<b>4,832</b>	<b>212,099</b>	<b>2,253,721</b>
<b>Year ended 31 December 2020</b>											
Balance 1 January	96,229	340,010	233,990	1,119,878	111,363	57,154	71,709	6,457	4,832	212,099	2,253,721
Revaluation Surplus	-	22,970	(2,110)	30,021	4,676	-	-	-	-	-	55,557
Additions	61,840	1,100	-	551	-	6,927	-	820	14	198,825	270,077
Disposals	-	-	-	(63)	-	(177)	-	(13)	-	-	(253)
Depreciation Charge	-	-	-	(26,393)	(3,833)	(12,942)	(8,658)	(1,865)	-	(20,876)	(74,567)
Transfer to Intangible Asset	(23,492)	-	-	-	-	-	-	-	-	-	(23,492)
Transfers to Freehold Buildings and Plant and Equipment	(36,499)	-	-	-	-	-	-	-	-	-	(36,499)
Transfers from Construction in Progress	-	-	-	34,353	1,266	332	548	-	-	-	36,499
<b>Closing net book amount</b>	<b>98,078</b>	<b>364,080</b>	<b>231,880</b>	<b>1,158,347</b>	<b>113,472</b>	<b>51,294</b>	<b>63,599</b>	<b>5,399</b>	<b>4,846</b>	<b>390,048</b>	<b>2,481,043</b>
<b>At 31 December 2020</b>											
- Cost	98,078	1,100	-	551	-	156,318	95,991	80,192	-	460,834	893,064
- Valuation	-	362,980	231,880	1,166,901	114,750	-	-	988	4,846	-	1,882,345
Accumulated depreciation and impairment	-	-	-	(9,105)	(1,278)	(105,024)	(32,392)	(75,781)	-	(70,786)	(294,366)
<b>Net book amount</b>	<b>98,078</b>	<b>364,080</b>	<b>231,880</b>	<b>1,158,347</b>	<b>113,472</b>	<b>51,294</b>	<b>63,599</b>	<b>5,399</b>	<b>4,846</b>	<b>390,048</b>	<b>2,481,043</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 19 Property, plant and equipment (continued)

	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
Parent	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Year ended 31 December 2021</b>											
Balance 1 January	98,078	364,080	231,880	1,158,347	113,472	51,294	63,599	5,399	4,846	390,048	2,481,043
Revaluation Surplus	-	9,009	30	35,629	5,100	-	-	-	-	-	49,768
Additions	50,795	-	-	34	-	6,979	-	452	30	107,325	165,615
Disposals	(74,974)	(31,318)	-	(19,072)	-	(88)	-	(30)	-	-	(125,482)
Depreciation Charge	-	-	-	(27,206)	(3,906)	(11,659)	(8,507)	(1,633)	-	(26,226)	(79,137)
Transfer to Intangible Asset	(3,729)	-	-	-	-	-	-	-	-	-	(3,729)
Transfers to Freehold Buildings and Plant and Equipment	(5,931)	-	-	-	-	-	-	-	-	-	(5,931)
Transfers from Construction in Progress	-	-	-	4,208	407	819	497	-	-	-	5,931
Transfers to Right-of-Use Assets	-	-	-	(19,254)	-	-	-	-	-	-	(19,254)
Transfers from Buildings	-	-	-	-	-	-	-	-	-	19,254	19,254
<b>Closing net book amount</b>	<b>64,239</b>	<b>341,771</b>	<b>231,910</b>	<b>1,132,686</b>	<b>115,073</b>	<b>47,345</b>	<b>55,589</b>	<b>4,188</b>	<b>4,876</b>	<b>490,401</b>	<b>2,488,078</b>
<b>At 31 December 2021</b>											
- Cost	64,239	-	-	-	-	163,507	96,488	79,766	-	587,413	991,413
- Valuation	-	341,771	231,910	1,141,810	116,415	-	-	988	4,876	-	1,837,770
Accumulated depreciation and impairment	-	-	-	(9,124)	(1,342)	(116,162)	(40,899)	(76,566)	-	(97,012)	(341,105)
<b>Net book amount</b>	<b>64,239</b>	<b>341,771</b>	<b>231,910</b>	<b>1,132,686</b>	<b>115,073</b>	<b>47,345</b>	<b>55,589</b>	<b>4,188</b>	<b>4,876</b>	<b>490,401</b>	<b>2,488,078</b>

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 19 Property, plant and equipment (continued)

##### Accounting Policy

Land, buildings and the art collection are capitalised and shown at fair value, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the carrying amount is adjusted to the revalued amount of the asset.

The Group undertakes regular reviews of its land holdings in light of the future economic footprint of the University. Re-valuation may be undertaken from time to time on land originally designated for educational use with a view to realising monies via sale or joint development, following appropriate rezoning of the land to allow for alternate uses.

The fair value of land is the amount for which the land could be exchanged between willing parties in an arms length transaction, based on market prices for similar properties, with similar zoning, in comparable locations and condition. The Group expects that the fair value of land already rezoned to allow for alternate use shall be different to land available for educational use only. Valuers engaged to determine the fair value of the land have taken into account the intended use and ultimate disposal of the land, as applicable.

Valuation for land and new or refurbished buildings was undertaken as at 31 August 2021 by external experts in accordance with AASB13. Land and buildings were revalued on the basis of highest and best use.

In 2021, construction costs of non-completed assets totalling \$Nil (2020: \$1.333M) incurred up to the reporting date were capitalised subsequent to the buildings revaluation. The scope of the valuation did not include revaluation of these buildings. The value of these refurbished buildings is based on the 31 August 2020 revaluation by the valuer plus the construction costs capitalised in 2021. Due to the specialised nature of buildings and the lack of directly comparable sales evidence, the 31 August 2021 valuation for new and refurbished buildings was undertaken utilising the Summation Valuation approach, whereby the cost to construct improvements as new is estimated and that amount depreciated, after taking into consideration the nature and design of the improvements, their age and the current condition. In determining the value of each building, the exterior dimensions of each building were calculated from the detailed room specifications maintained by the University and extrapolated by the valuer's knowledge of current building rates on a square metre basis. The resultant value as at reporting date was then adjusted for the estimated remaining useful life of each building. The depreciated replacement cost of the improvements was then added to the underlying land value, which was derived after analysis of comparable sales evidence.

In valuing the art collection, the valuer utilised certain historical facts and relevant market data available up to the date of the valuation. The most recent valuation was completed as at 31 December 2019.

All other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition and installation of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Increases in the carrying amounts arising on revaluation of land and buildings are recognised, net of tax, in other comprehensive income and accumulated in equity under the heading of revaluation surplus. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset class are also recognised in other comprehensive income to the extent of the remaining reserve attributable to the asset class. All other decreases are charged to the income statement.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 19 Property, plant and equipment (continued)

### Accounting Policy (continued)

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Non-current assets (or disposal groups) are classified as held for sale and stated at the lower of their carrying amount and fair value less costs to sell if their carrying amount will be recovered principally through a sale transaction rather than through continuing use.

Gains and losses on disposals are determined by comparing proceeds with carrying amounts. These are included in the income statement. When revalued assets are sold, it is Group policy to transfer the amount in reserves in respect of those assets to retained earnings.

### Right-of-use assets

Information about leases where Western Sydney University is a lessee is presented below:

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Right-of-use assets</b>				
<b>Buildings</b>				
At 1 January 2021	389,436	210,967	389,436	210,967
Additions of right-of-use assets	107,232	198,766	107,232	198,766
Transfer from buildings	19,254	-	19,254	-
Depreciation charge	(25,753)	(20,297)	(25,753)	(20,297)
<b>At 31 December 2021</b>	<b>490,169</b>	<b>389,436</b>	<b>490,169</b>	<b>389,436</b>
<b>Right-of-use assets</b>				
<b>Property Plant and Equipment</b>				
At 1 January 2021	612	1,132	612	1,132
Additions of right-of-use assets	93	59	93	59
Depreciation charge	(473)	(579)	(473)	(579)
<b>At 31 December 2021</b>	<b>232</b>	<b>612</b>	<b>232</b>	<b>612</b>
<b>Total right-of-use assets</b>	<b>490,401</b>	<b>390,048</b>	<b>490,401</b>	<b>390,048</b>

### Accounting Policy

#### **Policy applicable from 1 January 2019**

#### **Assessment of whether a contract is, or contains, a lease**

At inception of a contract, Western Sydney University assesses whether a contract is, or contains a lease. A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 19 Property, plant and equipment (continued)

##### Accounting Policy (continued)

Western Sydney University assesses whether:

- (a) The contract involves the use of an identified asset - The asset may be explicitly or implicitly specified in the contract. A capacity portion of larger assets is considered an identified asset if the portion is physically distinct or if the portion represents substantially all of the capacity of the asset. The asset is not considered an identified asset, if the supplier has the substantive right to substitute the asset throughout the period of use.
- (b) The customer has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- (c) The customer has the right to direct the use of the asset throughout the period of use - The customer is considered to have the right to direct the use of the asset only if either:
  - i. The customer has the right to direct how and for what purpose the identified asset is used throughout the period of use; or
  - ii. The relevant decisions about how and for what purposes the asset is used is predetermined and the customer has the right to operate the asset, or the customer designed the asset in a way that predetermines how and for what purpose the asset will be used throughout the period of use.

#### **Accounting for leases - Western Sydney University as lessee**

In contracts where Western Sydney University is a lessee, Western Sydney University recognises a right-of-use asset and a lease liability at the commencement date of the lease, unless the short-term or low-value exemption is applied.

##### **Right-of-use asset**

A right-of-use asset is initially measured at cost comprising the initial measurement of the lease liability adjusted for any lease payments made before the commencement date (reduced by lease incentives received), plus initial direct costs incurred in obtaining the lease and an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

A right-of-use asset associated with land and buildings is subsequently measured at cost. Right of use assets are generally depreciated over the earlier of the assets useful life and the lease term on a straight line basis. All other property, plant and equipment are measured as described in the accounting policy for property, plant and equipment in note 19.

# Notes to the Financial Statements

## For the Year Ended 31 December 2021

### 20 Intangible Assets

Consolidated	Software \$'000	Licences \$'000	Electronic Materials \$'000	Intangible asset under development \$'000	Total \$'000
<b>At 1 January 2020</b>					
- Cost	3,637	250	34,283	-	38,170
- Accumulated amortisation and impairment	(2,424)	(118)	(12,706)	-	(15,248)
<b>Net book amount at 1 January 2020</b>	<b>1,213</b>	<b>132</b>	<b>21,577</b>	<b>-</b>	<b>22,922</b>
<b>Year ended 31 December 2020</b>					
Opening net book amount	1,213	132	21,577	-	22,922
Additions	1,973	-	7,811	11,648	21,432
Amortisation charge	(1,459)	(29)	(6,404)	-	(7,892)
Transfer from PPE	-	-	-	23,492	23,492
<b>Net book amount at 31 December 2020</b>	<b>1,727</b>	<b>103</b>	<b>22,984</b>	<b>35,140</b>	<b>59,954</b>
<b>At 31 December 2020</b>					
- Cost	5,610	250	42,094	35,140	83,094
- Accumulated amortisation and impairment	(3,883)	(147)	(19,110)	-	(23,140)
<b>Net book amount at 31 December 2020</b>	<b>1,727</b>	<b>103</b>	<b>22,984</b>	<b>35,140</b>	<b>59,954</b>
<b>Year ended 31 December 2021</b>					
Opening net book amount	1,727	103	22,984	35,140	59,954
Retrospective changes	(1,727)	-	-	-	(1,727)
<b>Restated opening net book amount</b>	<b>-</b>	<b>103</b>	<b>22,984</b>	<b>35,140</b>	<b>58,227</b>
Additions	-	-	7,957	13,752	21,709
Amortisation charge	-	(30)	(7,366)	-	(7,396)
Transfer from PPE	-	-	-	3,729	3,729
<b>Net book amount at 31 December 2021</b>	<b>-</b>	<b>73</b>	<b>23,575</b>	<b>52,621</b>	<b>76,269</b>
<b>At 31 December 2021</b>					
- Cost	3,637	250	50,051	52,621	106,559
- Accumulated amortisation and impairment	(3,637)	(177)	(26,476)	-	(30,290)
<b>Net book amount at 31 December 2021</b>	<b>-</b>	<b>73</b>	<b>23,575</b>	<b>52,621</b>	<b>76,269</b>

# Notes to the Financial Statements

## For the Year Ended 31 December 2021

### 20 Intangible Assets (continued)

Parent	Software \$'000	Licences \$'000	Electronic Materials \$'000	Intangible asset under development \$'000	Total \$'000
<b>At 1 January 2020</b>					
- Cost	3,637	250	34,283	-	38,170
- Accumulated amortisation and impairment	(2,424)	(118)	(12,706)	-	(15,248)
<b>Net book amount at 1 January 2020</b>	<b>1,213</b>	<b>132</b>	<b>21,577</b>	<b>-</b>	<b>22,922</b>
<b>Year ended 31 December 2020</b>					
Opening net book amount	1,213	132	21,577	-	22,922
Additions	1,973	-	7,811	11,648	21,432
Amortisation charge	(1,459)	(29)	(6,404)	-	(7,892)
Transfer from PPE	-	-	-	23,492	23,492
<b>Net book amount at 31 December 2020</b>	<b>1,727</b>	<b>103</b>	<b>22,984</b>	<b>35,140</b>	<b>59,954</b>
<b>At 31 December 2020</b>					
- Cost	5,610	250	42,094	35,140	83,094
- Accumulated amortisation and impairment	(3,883)	(147)	(19,110)	-	(23,140)
<b>Net book amount at 31 December 2020</b>	<b>1,727</b>	<b>103</b>	<b>22,984</b>	<b>35,140</b>	<b>59,954</b>
<b>Year ended 31 December 2021</b>					
Opening net book amount	1,727	103	22,984	35,140	59,954
Retrospective changes	(1,727)	-	-	-	(1,727)
<b>Restated opening net book amount</b>	<b>-</b>	<b>103</b>	<b>22,984</b>	<b>35,140</b>	<b>58,227</b>
Additions	-	-	7,957	13,752	21,709
Amortisation charge	-	(30)	(7,366)	-	(7,396)
Transfer from PPE	-	-	-	3,729	3,729
<b>Net book amount at 31 December 2021</b>	<b>-</b>	<b>73</b>	<b>23,575</b>	<b>52,621</b>	<b>76,269</b>
<b>At 31 December 2021</b>					
- Cost	-	250	50,051	52,621	102,922
- Accumulated amortisation and impairment	-	(177)	(26,476)	-	(26,653)
<b>Net book amount at 31 December 2021</b>	<b>-</b>	<b>73</b>	<b>23,575</b>	<b>52,621</b>	<b>76,269</b>

### Accounting Policy

#### Trademarks and licences

Trademarks and licences have a finite useful life and are carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straight-line method to allocate the cost of trademarks and licences over their estimated useful lives, which vary from 3-5 years.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 20 Intangible Assets (continued)

### Accounting Policy (continued)

#### Development

Development expenditures on an individual project are recognised as an intangible asset when the Group can demonstrate:

- (a) The technical feasibility of completing the intangible asset so that the asset will be available for use or sale
- (b) Its intention to complete and its ability and intention to use or sell the asset
- (c) How the asset will generate future economic benefits
- (d) The availability of resources to complete the asset
- (e) The ability to measure reliably the expenditure during development

Following initial recognition of the development expenditure as an asset, the asset is carried at cost less any accumulated amortisation and accumulated impairment losses. Amortisation of the asset begins when development is complete and the asset is available for use. It is amortised over the period of expected future benefit. Amortisation is recorded in profit or loss. During the period of development, the asset is tested for impairment annually.

## 21 Other financial assets

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Non-current</b>				
Other financial assets at fair value through profit or loss	432,254	314,637	432,254	314,637
Other financial assets at fair value through other comprehensive income	73,264	58,599	73,264	58,599
<b>Total non-current other financial assets</b>	<b>505,518</b>	<b>373,236</b>	<b>505,518</b>	<b>373,236</b>

### Accounting Policy

#### Classification and measurement

The University classifies its investments into the following categories: financial assets at fair value through profit or loss, amortised cost, or fair value through other comprehensive income in accordance with the newly effective AASB9. The classification is based on two criteria: the University's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' on the principal amount outstanding. The assessment of Western Sydney University's business model was made as of the date of initial application.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 21 Other financial assets (continued)

#### Accounting Policy (continued)

##### **(i) Financial assets at fair value through profit or loss**

Financial assets which do not meet the criteria of the objective of the Group's business model for managing financial assets or the characteristics of the contractual cash flows, are measured at fair value through profit or loss.

The fair values of quoted investments are based on current bid prices. These include reference to the fair values of recent arm's length transactions, involving the same instruments or other instruments that are substantially the same, discounted cash flow analysis and option pricing models refined to reflect the issuer's specific circumstances.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in the income statement.

##### **(ii) Financial assets at fair value through other comprehensive income**

On initial recognition of an equity instrument obtained for purposes other than simply a financial return, the Group irrevocably adopts to recognise changes in the fair value of the instrument in other comprehensive income. The Group does not define any other financial assets as not held for trading. Gains or losses on these financial assets are never recycled to the income statement.

The University is one of 38 universities holding one share each in Education Australia Limited ("Education Australia").

In August 2021 Education Australia announced that it sold 41.8m shares in IDP Education Limited ("IDP"), representing 15% of the issued capital of IDP. This sale was effected by an underwritten block trade of shares to institutional investors through Macquarie and Goldman Sachs. The sale resulted in Education Australia's remaining 25% interest in IDP being transferred to each of Education Australia's 38 Australian university shareholders through an in specie distribution of 1,831,159 shares. This distribution was made in the form of a franked dividend paid by Education Australia.

The University has subsequently accounted for the divestment of its Education Australia share as described below.

As required by AASB 9.3.2.12, the University needs to fair value the Investment in Education Australia at date of derecognition. University's view is that the derecognition requirements of AASB 9.3.2.3(a) are satisfied when there is a recovery of cost of investment. As such the University revalued its investment in Education Australia at the date it recovered the cost of its investment which corresponds with the date of receipt of dividend and recognised all fair value gains in OCI as the University made an irrevocable election at initial recognition.

It is University's view that the dividend distributions cannot be recognised in income statement as they clearly represent recovery of the cost of investment (AASB 9.5.7.1). The "cost of the investment" in this context, is the investment's fair value at the date of transfer. University's view is based on the following:

- The winding up of Education Australia was approved by ordinary resolution of Education Australia shareholders at an extraordinary general meeting.
- The winding up of Education Australia was confirmed by the Chair of Education Australia in his email of 28 September 2021.
- Each Education Australia shareholder must enter into an agreement with The British Council and The Chancellor Masters and Scholars of the University of Cambridge Local Examinations Syndicate undertaking to comply with the restrictions of further divestment of their IDP shares.
- No further economic benefits (in addition to the agreed dividend) is expected to be received from the investment due to its planned wind-up.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 21 Other financial assets (continued)

#### Accounting Policy (continued)

- The dividend payout in effect is a form of capital distribution rather than a return on investment.
- The timing of the wind-up being delayed to 2022 does not alter University's view on the basis that the formal wind-up is for convenience only in ensuring that all regulatory and taxation obligations have been met.

University's view is that the transaction should be accounted for as an exchange of financial assets in accordance with AASB 9.3.2.11 as follows:

- The contractual rights to cash flows in Education Australia expire as the entity receives equivalent distributions in various forms which go to recover the cost of the asset. Hence approximately 98.7% of the value of the University's financial asset in Education Australia shares is derecognised as at 31 December 2021 (AASB 9.3.2.3(a)). The remaining 1.3% (\$1.052M) has been retained by Education Australia as a contingency for any residual costs and is expected to be paid to the University during 2022 in the form of a cash dividend and franking credit upon formal wind-up.
- The new shares in IDP received in exchange are to be recognised at their fair value since this investment is accounted for as a financial asset going forward as per AASB 9 (AASB 9.3.2.11).
- As per AASB 9.3.2.12, any difference between the carrying amount and consideration received is recognised in profit or loss. In this case, the consideration is in the form of cash, ATO receivable being franking credits and fair value of IDP shares. Based on Shinewing Australia's estimated fair value of Education Australia there is no difference in the carrying amount of Education Australia and the consideration received being the IDP shares and cash dividend.

#### **(iii) Financial assets at amortised cost**

Where the main objective of the Group holding an asset or portfolio of assets is to collect contractual cash flows on specific dates and those cash flows are generally in the form of principal and/or interest, they are measured at amortised cost using the effective interest method and net of any impairment loss.

When a financial asset at amortised cost is reclassified, its fair value at the reclassification date becomes its new gross carrying amount. Financial assets at amortised costs are assessed for evidence of impairment at the end of each reporting period.

#### **(iv) Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the end of the reporting period which are classified as non-current assets. Loans and receivables are included in receivables in the statement of financial position.

#### **Impairment**

AASB9 requires the Group to recognise an allowance for ECLs for all debt instruments not held at fair value through profit or loss and contract assets. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 22 Other non-financial assets

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Current</b>				
Lease incentives	518	1,088	518	1,088
<b>Total current other non-financial assets</b>	<b>518</b>	<b>1,088</b>	<b>518</b>	<b>1,088</b>
<b>Non-current</b>				
Lease incentives	1,321	1,787	1,321	1,787
Livestock holdings	755	621	755	621
<b>Total non-current other non-financial assets</b>	<b>2,076</b>	<b>2,408</b>	<b>2,076</b>	<b>2,408</b>
<b>Total other non-financial assets</b>	<b>2,594</b>	<b>3,496</b>	<b>2,594</b>	<b>3,496</b>

#### Accounting Policy

##### Livestock

The University maintains livestock for research, teaching and commercial purposes. Livestock is valued on the fair value basis based on current market price. A stocktake of livestock holdings was undertaken at year end.

#### (a) Operating lease commitment - as lessor

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Maturity analysis of undiscounted lease payments</b>				
Within One year	8,113	9,791	8,113	9,791
Between one year and five years	27,614	23,228	27,614	23,228
Later than five years	2,848	10,348	2,848	10,348
	<b>38,575</b>	<b>43,367</b>	<b>38,575</b>	<b>43,367</b>

Western Sydney University leases and sub-leases out various properties within its campus network.

#### Accounting Policy

Future minimum lease payment under non-cancellable operating leases are shown undiscounted, and exclusive of GST liability.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 23 Trade and other payables

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Current</b>				
Payables	65,138	76,026	66,664	77,227
OS-HELP Liability to Australian Government	2,072	2,072	2,072	2,072
<b>Total current payables</b>	<b>67,210</b>	<b>78,098</b>	<b>68,736</b>	<b>79,299</b>
<b>Total trade and other payables</b>	<b>67,210</b>	<b>78,098</b>	<b>68,736</b>	<b>79,299</b>

Total trade and other payables include \$3.612M (2020: \$1.100M) denominated in currencies other than Australian dollars. For an analysis of the sensitivity of trade and other payables to foreign currency risk refer to note 33.

#### Accounting Policy

Trade and other payables are carried at amortised cost and due to their short term nature they are not discounted. They represent liabilities for goods and services provided to the Group prior to the end of the financial year, that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. The Group's standard terms of payment are 30 days from date of recognition. The Group applies 14 day terms for invoices received under the Building and Construction Industry Security of Payment Act (1999) NSW.

#### 24 Borrowings

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Current</b>				
Unsecured other financial liabilities (i)	-	-	20,745	15,641
Lease liabilities	16,801	7,672	16,801	7,672
<b>Total current borrowings</b>	<b>16,801</b>	<b>7,672</b>	<b>37,546</b>	<b>23,313</b>
<b>Non-Current</b>				
Lease liabilities	525,120	436,628	525,120	436,628
University-issued medium term notes (iii)	199,731	199,687	199,731	199,687
Unsecured bank loans (ii)	-	-	-	-
<b>Total non-current borrowings</b>	<b>724,851</b>	<b>636,315</b>	<b>724,851</b>	<b>636,315</b>
<b>Total borrowings</b>	<b>741,652</b>	<b>643,987</b>	<b>762,397</b>	<b>659,628</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 24 Borrowings (continued)

(i) Relates to the transfer of Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College, Western Sydney University Early Learning Limited and Western Growth Developments (Innovation Hub Parramatta) Pty Ltd surplus funds to the University.

(ii) The University has bank provided borrowing facilities of \$225M used for the construction of new facilities, other infrastructure and working capital purposes. The balance of the loans outstanding as at 31 December 2021 was \$Nil (2020: \$Nil).

(iii) The University issued a medium term note for \$200M on 8 December 2020. The interest rate on the medium term note is fixed at 1.606% until maturity 8 December 2027.

The fair value of borrowings equals their carrying amount, as the impact of discounting is not significant. Refer to note 33 for an analysis of the sensitivity of borrowings to interest rate risk.

#### (a) University-issued term notes

The fair value of issued bonds was \$200M. Refer to Note 34(c) for details for fair value measurement.

Face Value \$'000	Fixed coupon rate	Term	Issue Date
200,000	1.606%	7 years	8 December 2020

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 24 Borrowings (continued)

##### (b) Financing arrangements

Unrestricted access was available at reporting date to the following lines of credit:

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Credit standby arrangements</b>				
<b>Total facilities</b>				
Bank guarantees	3,200	3,200	3,200	3,200
Credit cards	4,500	4,500	4,500	4,500
Leasing facilities	27,902	25,094	27,902	25,094
<b>Total credit standby arrangements</b>	<b>35,602</b>	<b>32,794</b>	<b>35,602</b>	<b>32,794</b>
<b>Used at balance date</b>				
Bank guarantees	2,946	2,922	2,946	2,922
Credit cards	175	151	175	151
Leasing facilities	12,053	9,269	12,053	9,269
<b>Total used at balance date</b>	<b>15,174</b>	<b>12,342</b>	<b>15,174</b>	<b>12,342</b>
<b>Unused at balance date</b>				
Bank guarantees	254	278	254	278
Credit cards	4,325	4,349	4,325	4,349
Leasing facilities	15,849	15,825	15,849	15,825
<b>Total unused at balance date</b>	<b>20,428</b>	<b>20,452</b>	<b>20,428</b>	<b>20,452</b>
<b>Bank loan facilities</b>				
Total facilities	225,000	425,000	225,000	425,000
Used at balance date	-	-	-	-
<b>Total unused at balance date</b>	<b>225,000</b>	<b>425,000</b>	<b>225,000</b>	<b>425,000</b>
<b>Medium term note</b>				
Total facilities	200,000	200,000	200,000	200,000
Used at balance date	(200,000)	(200,000)	(200,000)	(200,000)
<b>Total unused at balance date</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

##### Financial guarantee contracts

Financial guarantee contracts are recognised as a liability at the time the guarantee is issued. The fair value of financial guarantees is determined as the present value of the difference in net cash flows between the contractual payments under the debt instrument and the payments that would be required without the guarantee, or the estimated amount that would be payable to a third party for assuming the obligations.

Where guarantees in relation to loans or other payables of subsidiaries or associates are provided for no compensation, the fair values are accounted for as contributions and recognised as part of the cost of the investment.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 24 Borrowings (continued)

#### Accounting Policy

Borrowings are initially recognised at fair value, net of transaction costs incurred and subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities, which are not an incremental cost relating to the actual draw-down of the facility, are recognised as prepayments and amortised on a straight-line basis over the term of the facility.

Borrowings are removed from the statement of financial position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income or other expenses.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period and does not expect to settle the liability for at least 12 months after the end of the reporting period.

#### (c) Western Sydney University as lessee

##### Amounts recognised in the income statement

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Interest on lease liabilities	(11,598)	(9,586)	(11,598)	(9,586)
Income from sub-leasing right-of-use assets	3,671	3,423	3,671	3,423
Expenses relating to short-term leases	(227)	(531)	(227)	(531)
Expenses relating to leases of low-value assets, excluding short term leases of low-value assets	(4,459)	(5,310)	(4,459)	(5,310)
	<b>(12,613)</b>	<b>(12,004)</b>	<b>(12,613)</b>	<b>(12,004)</b>

##### Maturity analysis - undiscounted contractual cash flows

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Less than one year	16,801	7,672	16,801	7,672
One to five years	104,133	68,138	104,133	68,138
More than five years	420,987	368,490	420,987	368,490
<b>Total undiscounted lease payments</b>	<b>541,921</b>	<b>444,300</b>	<b>541,921</b>	<b>444,300</b>
Lease liabilities recognised in the statement of financial position	541,921	444,300	541,921	444,300
<b>Current</b>	<b>16,801</b>	<b>7,672</b>	<b>16,801</b>	<b>7,672</b>
<b>Non-current</b>	<b>525,120</b>	<b>436,628</b>	<b>525,120</b>	<b>436,628</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### (c) Western Sydney University as lessee (continued)

#### Amounts recognised in statement of cash flows

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Total cash outflow for leases	16,022	13,907	16,022	13,907

#### Accounting Policy

Policy on assessment of whether a contract is, or contains, a lease is detailed in note 19.

#### Lease Liability

A lease liability is initially measured at the present value of unpaid lease payments at the commencement date of the lease. To calculate the present value, the unpaid lease payments are discounted using the interest rate implicit in the lease if the rate is readily determinable. If the interest rate implicit in the lease cannot be readily determined, the incremental borrowing rate at the commencement date of the lease is used. Lease payments included in the measurement of lease liabilities comprise:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date (e.g. payments varying on account of changes in CPI);
- Amounts expected to be payable by the lessee under residual value guarantees;
- The exercise price of a purchase option if Western Sydney University is reasonably certain to exercise that option; and
- Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

For a contract that contains a lease component and one or more additional lease or non-lease components, Western Sydney University allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

Subsequently, the lease liability is measured at amortised cost using the effective interest rate method resulting in interest expense being recognised as a borrowing cost in the income statement. The lease liability is remeasured when there are changes in future lease payments arising from a change in an index or rate with a corresponding adjustment to the right-of-use asset. A change in lease term will also lead to a remeasurement. The adjustment amount is factored into depreciation of the right-of-use asset prospectively.

Right-of-use assets are presented within the Property, plant and equipment note, in note 19 and lease liabilities are presented within note 24.

#### Short-term leases and leases of low-value assets

Western Sydney University has elected not to recognise right-of-use assets and lease liabilities for short-term leases i.e. leases with a lease term of 12 months or less and leases of low-value assets i.e., when the value of the leased asset when new is \$5,000 or less. Western Sydney University recognises the lease payments associated with these leases as expense on a straight-line basis over the lease term.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 25 Provisions

		Consolidated		Parent	
		2021	2020	2021	2020
Note		\$'000	\$'000	\$'000	\$'000
<b>Current provisions expected to be settled within 12 months</b>					
Employee benefits					
Annual leave		27,434	31,283	25,869	29,667
Long service leave		14,656	13,802	14,233	13,401
		42,090	45,085	40,102	43,068
<b>Current provisions expected to be settled after more than 12 months</b>					
Employee benefits					
Annual leave		13,895	4,056	13,194	3,583
Long service leave		52,594	51,954	51,077	50,446
		66,489	56,010	64,271	54,029
<b>Total current provisions</b>		108,579	101,095	104,373	97,097
<b>Non-current provisions</b>					
Employee benefits					
Long service leave		12,750	14,820	11,168	13,194
Defined benefit obligation	38(d)	405,042	428,252	405,042	428,252
<b>Total non-current employee benefit provisions</b>		417,792	443,072	416,210	441,446
Long-term provisions					
Make good on leases		2,282	2,188	2,282	2,188
<b>Total non-current long-term provisions</b>		2,282	2,188	2,282	2,188
<b>Total non-current provisions</b>		420,074	445,260	418,492	443,634
<b>Total provisions</b>		528,653	546,355	522,865	540,731

Movements in each class of provision during the financial year, other than employee related provisions, are set out below:

#### Consolidated and Parent

	Make good \$'000	Total \$'000
<b>Make good on leases</b>		
<b>Non-current</b>		
Carrying amount at start of year	2,188	2,188
Additional provisions	94	94
<b>Balance at 31 December 2021</b>	<b>2,282</b>	<b>2,282</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 25 Provisions (continued)

The University has an obligation to make good on leased premises at the end of certain rental agreements. A provision has been made factoring in the cost of bringing the premises back to the conditions specified in the lease agreements.

#### Accounting Policy

Provisions for legal claims and service warranties are recognised when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Provisions are not recognised for future operating losses. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as a finance cost.

#### **Employee benefits**

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement will be required and they are capable of being measured reliably. The calculation of employee benefits includes all relevant on-costs and is calculated as follows at reporting date.

##### **(i) Wages and salaries**

Liabilities for short-term employee benefits including wages and salaries and non-monetary benefits are measured at the amount expected to be paid when the liability is settled, if it is expected to be settled wholly before 12 months after the end of the reporting period, and is recognised in other payables.

##### **(ii) Annual leave and sick leave**

Annual leave is measured at the amount expected to be paid when the liability is settled.

Sick leave is cumulative but not vesting and therefore is not recognised in employee provisions. Liabilities for sick leave are recognised when the leave is taken and measured at the rates paid or payable.

It is measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it would be classified as a non-current liability.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 25 Provisions (continued)

##### Accounting Policy (continued)

##### **(iii) Long service leave**

The liability for long service leave is measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it would be classified as a non-current liability.

##### **(iv) Retirement benefit obligations**

Members of the closed NSW Public Sector Superannuation schemes (SASS, SSS and SANCS) are entitled to benefits on retirement, disability or death from the Group's superannuation plan. The Group has a defined benefit section and a defined contribution section within its plan. The defined benefit section provides defined lump sum benefits based on years of service and final average salary. The defined contribution section receives fixed contributions from Group companies and the Group's legal or constructive obligation is limited to these contributions. The employees of the parent entity are all members of the defined contribution section of the Group's plan.

Refer to note 38 for specific treatment and policies on defined benefit superannuation plans.

##### **(v) Termination benefits**

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts an offer of benefits in exchange for the termination of employment. The Group recognises the expense and liability for termination benefits either when it can no longer withdraw the offer of those benefits or when it has recognised costs for restructuring within the scope of AASB137 that involves the payment of termination benefits. The expense and liability are recognised when the Group is demonstrably committed to either terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal or providing termination benefits as a result of an offer made to encourage voluntary redundancy.

Termination benefits are measured on initial recognition and subsequent changes are measured and recognised in accordance with the nature of the employee benefit. Benefits expected to be settled wholly within 12 months are measured at the undiscounted amount expected to be paid. Benefits not expected to be settled before 12 months after the end of the reporting period are discounted to present value.

##### **Make good provisions**

The University leases a number of properties which include make good requirements at the expiry of the lease. On initial recognition of the make good provision a leasehold improvement asset is recognised to record the future economic outflows required to perform the restoration. Changes to the estimated future costs of the restoration are recognised in the Statement of financial position by adjusting the cost of the related asset.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 26 Other liabilities

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Current</b>				
Deferred income	22,595	6,282	22,451	6,060
Fees received in advance	28,338	26,230	27,846	25,750
Lease incentives	132	137	132	137
Other	4,408	15,220	3,651	13,746
<b>Total current other liabilities</b>	<b>55,473</b>	<b>47,869</b>	<b>54,080</b>	<b>45,693</b>
<b>Non-current</b>				
Scholarship liabilities	5,745	4,985	5,745	4,985
Deferred income	2,096	2,287	2,096	2,287
Lease incentives	272	354	272	354
<b>Total non-current other liabilities</b>	<b>8,113</b>	<b>7,626</b>	<b>8,113</b>	<b>7,626</b>
<b>Total other liabilities</b>	<b>63,586</b>	<b>55,495</b>	<b>62,193</b>	<b>53,319</b>

#### Accounting Policy

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 27 Reserves and retained earnings

### (a) Reserves

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Reserves</b>				
Deferred superannuation reserve	(2,146)	(2,796)	(2,146)	(2,796)
Property, plant and equipment revaluation surplus	994,406	959,455	993,865	958,914
Investment revaluation reserve	20,454	62,791	20,454	62,791
Art collection revaluation reserve	2,531	2,531	2,531	2,531
Livestock revaluation reserve	395	464	395	464
Licences revaluation reserve	250	250	250	250
<b>Total Reserves</b>	<b>1,015,890</b>	<b>1,022,695</b>	<b>1,015,349</b>	<b>1,022,154</b>

### (b) Nature and purpose of reserves

The asset held-for-sale revaluation reserve represents the gain on revaluation of land held for sale at date of transfer. The gain on revaluation will be transferred to retained earnings when the sale is completed, and the asset is de-recognised.

The asset revaluation reserve for property, plant and equipment reflects revaluation of all Group land, buildings and the rare library collection. The reserve is the difference between the valuation and the book value as at valuation date.

The deferred superannuation reserve represents an emerging liability for the University in respect of any excess salary component relating to continuing members of SASS or SSS State Superannuation Fund. Such a liability will arise where a continuing member of SASS or SSS has received a salary increase that causes their actual salary to be greater than their notional salary. The Commonwealth and State will guarantee to fund the State Superannuation Fund defined benefit obligation of each university, except to the extent that there is an excess salary component.

The investment revaluation reserve is equal to the unrealised gains/(losses) on investments with the University's Fund managers and unlisted securities for 2021 together with accumulated prior years unrealised gains/(losses).

The asset revaluation reserve for art collection reflects the revaluation of all Group artworks. The reserve is the difference between the valuation and the book value at the valuation date.

The livestock revaluation reserve reflects the revaluation of Group livestock at fair (market) value. The reserve is the difference between the revaluation and the book value at the valuation date. See note 22.

The licence revaluation reserve reflects the revaluation of the University's water licence. The reserve is the difference between the valuation and the book value at the valuation date.

# Notes to the Financial Statements

## For the Year Ended 31 December 2021

### 27 Reserves and retained earnings (continued)

#### (c) Movements in Reserves

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Property, plant and equipment revaluation surplus</b>				
Balance at 1 January	959,455	903,898	958,914	903,357
Revaluation - gross	40,754	55,557	40,754	55,557
Write back on reclassification of ROU asset	(5,400)	-	(5,400)	-
Write back on disposal of revalued assets	(403)	-	(403)	-
<b>Balance at 31 December</b>	<b>994,406</b>	<b>959,455</b>	<b>993,865</b>	<b>958,914</b>
<b>Asset held-for-sale revaluation surplus</b>				
Balance at 1 January	-	-	-	-
Revaluation - gross	9,014	-	9,014	-
Write back on disposal of revalued assets	(9,014)	-	(9,014)	-
<b>Balance 31 December</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>State superannuation funds revaluation reserve</b>				
Balance at 1 January	(2,796)	(2,613)	(2,796)	(2,613)
Revaluation - gross	650	(183)	650	(183)
<b>Balance at 31 December</b>	<b>(2,146)</b>	<b>(2,796)</b>	<b>(2,146)</b>	<b>(2,796)</b>
<b>Investment revaluation reserve</b>				
Balance at 1 January	62,791	47,397	62,791	47,397
Revaluation - gross	44,937	15,394	44,937	15,394
Write back on disposal of revalued assets	(4,448)	-	(4,448)	-
Write back on divestment of Education Australia share	(82,826)	-	(82,826)	-
<b>Balance at 31 December</b>	<b>20,454</b>	<b>62,791</b>	<b>20,454</b>	<b>62,791</b>
<b>Art collection revaluation reserve</b>				
Balance at 1 January	2,531	2,531	2,531	2,531
<b>Livestock revaluation reserve</b>				
Balance at 1 January	464	207	464	207
Revaluation - gross	(69)	257	(69)	257
<b>Balance at 31 December</b>	<b>395</b>	<b>464</b>	<b>395</b>	<b>464</b>
<b>Licences revaluation reserve</b>				
Balance 1 January	250	250	250	250
<b>Balance at 31 December</b>	<b>250</b>	<b>250</b>	<b>250</b>	<b>250</b>
<b>Total Reserves</b>	<b>1,015,890</b>	<b>1,022,695</b>	<b>1,015,349</b>	<b>1,022,154</b>

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

**28 Key Management Personnel Disclosures**

**(a) Names of responsible persons and executive officers**

The following persons were responsible persons and executive officers of Western Sydney University during the financial year:

**(i) Names of Responsible Persons**

'Responsible person' is defined to mean a member of the University's Board of Trustees who had authority and responsibility for planning, directing and controlling activities of the University in 2021.

Peter Shergold, AC  
Barney Glover, AO  
Alpha Possamai-Inesedy - ceased 31 December 2021  
Bob Sahota  
Peeyush Gupta, AM  
Lee Pinder - commenced 1 January 2021  
Kerry Stubbs  
Natalia Vukolova - commenced 1 January 2021  
Georgia Lee  
Mary Ann Bin-Sallik, AO - ceased 31 December 2021  
Elizabeth Dibbs  
Linda O'Brien, AM  
Joseph Carrozzi, AM  
Holly Kramer  
Naomi Hastings - ceased 31 December 2021  
Ben Etherington - ceased 31 December 2021  
Rose Lewis - ceased 31 December 2021  
David Harland - ceased 31 December 2021

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 28 Key Management Personnel Disclosures (continued)

##### (a) Names of responsible persons and executive officers (continued)

###### (ii) Names of Executive Officers

'Executive' is defined to mean the Chief Executive Officer plus the members of the Executive Committee of the University. In 2021 these were:

Barney Glover, AO  
Scott Bowman, AO - ceased 12 March 2021  
Clare Pollock - commenced 15 June 2021  
Simon Barrie  
Deborah Sweeney  
Angelo Kourtis  
Peter Pickering  
Linda Taylor  
Simon Bedford  
James Arvanitakis - ceased 11 June 2021  
Alphia Possamai-Inesedy - commenced 26 July 2021  
Kevin Dunn  
Michelle Trudgett  
Fiona Towney - commenced 15 March 2021, ceased 11 June 2021  
Anna Cody  
Annemarie Hennessy, AM  
Deborah Hatcher  
Brian Stout  
Gregory Kolt  
Michele Simons  
Peter Hutchings - ceased 6 April 2021  
Matt McGuire - commenced 6 April 2021  
Simeon Simoff  
Amir Mahmood  
Eileen McLaughlin - ceased 20 August 2021  
Gary Dennis - commenced 20 August 2021  
Tanya Meade  
Michail (Mike) Kagioglou  
Michael Burgess  
Kerry Holling  
Kate Stevens  
Andy Marks  
Bill Parasiris  
Chris Youness - ceased 1 August 2021  
Amy Morris - commenced 2 August 2021  
Darren Greentree  
Caroline Smith - ceased 26 February 2021  
Adam Possamai - commenced 8 March 2021, ceased 30 September 2021  
Clive Baldock - commenced 1 October 2021

# Notes to the Financial Statements

## For the Year Ended 31 December 2021

### 28 Key Management Personnel Disclosures (continued)

#### (b) Remuneration of Board Members and Executives

	Consolidated		Parent	
	2021	2020	2021	2020
<b>Remuneration of Board Members</b>				
Nil to \$14,999	6	5	-	-
\$15,000 to \$29,999	1	-	1	-
\$30,000 to \$44,999	1	2	-	1
	<b>8</b>	<b>7</b>	<b>1</b>	<b>1</b>

	Consolidated		Parent	
	2021	2020	2021	2020
<b>Remuneration of executive officers</b>				
\$160,000 to \$169,999	1	-	-	-
\$170,000 to \$179,999	1	-	1	-
\$180,000 to \$189,999	1	1	-	-
\$240,000 to \$249,999	-	1	-	1
\$250,000 to \$259,999	1	1	-	-
\$260,000 to \$269,999	1	-	1	-
\$270,000 to \$279,999	1	-	1	-
\$280,000 to \$289,999	-	1	-	1
\$290,000 to \$299,999	3	2	3	2
\$300,000 to \$309,999	4	6	4	5
\$310,000 to \$319,999	6	1	5	1
\$320,000 to \$329,999	-	3	-	3
\$330,000 to \$339,999	5	3	5	3
\$340,000 to \$349,999	1	2	1	2
\$350,000 to \$359,999	1	2	1	2
\$360,000 to \$369,999	1	-	1	-
\$370,000 to \$379,999	1	-	1	-
\$380,000 to \$389,999	-	2	-	2
\$390,000 to \$399,999	2	-	2	-
\$410,000 to \$419,999	1	3	1	3
\$420,000 to \$429,999	3	1	3	1
\$430,000 to \$439,999	1	-	1	-
\$450,000 to \$459,999	1	1	1	1
\$470,000 to \$479,999	-	1	-	1
\$480,000 to \$489,999	1	-	1	-
\$490,000 to \$499,999	-	1	-	1
\$500,000 to \$509,999	1	1	1	1
\$510,000 to \$519,999	1	-	1	-
\$530,000 to \$539,999	-	1	-	1
\$540,000 to \$549,999	1	-	1	-
\$570,000 to \$579,999	1	1	1	1
\$580,000 to \$589,999	1	-	1	-

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 28 Key Management Personnel Disclosures (continued)

##### (b) Remuneration of Board Members and Executives (continued)

	Consolidated		Parent	
	2021	2020	2021	2020
\$590,000 to \$599,999	-	1	-	1
\$960,000 to \$969,999	-	1	-	1
\$980,000 to \$989,999*	1	-	1	-
	<b>43</b>	<b>37</b>	<b>39</b>	<b>34</b>

\* The Vice-Chancellor's total remuneration included paid salary, PAYG withholding tax, expense-of-office allowance, employee and employer superannuation contributions, a salary-sacrificed motor vehicle, Fringe Benefits Tax and housing allowance. No additional bonus in payable.

Remuneration is reflective of an annualised total remuneration package (TRP) for those key management personnel who were members of the Executive for a part of any year. TRP also includes any contractual payment made to a member of the Executive that ceased during the year.

##### (c) Key management personnel compensation

Key management personnel include Board Members and Executives.

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Short-term employee benefits	11,594	11,444	10,827	10,685
Post-employment benefits	1,578	1,579	1,511	1,512
<b>Total key management personnel compensation</b>	<b>13,172</b>	<b>13,023</b>	<b>12,338</b>	<b>12,197</b>

##### (d) Loans to key management personnel

No loans were made to key management personnel during the financial year (2020: Nil).

#### 29 Remuneration of Auditors

During the year, the following fees were paid for services provided by the auditor of the entity:

	Consolidated		Parent	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
<b>Audit and review of the Financial Statements</b>				
Fees paid to the Audit Office of New South Wales	461	425	321	306
<b>Total paid for audit and review</b>	<b>461</b>	<b>425</b>	<b>321</b>	<b>306</b>

Fees shown are exclusive of Goods and Services Tax.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 30 Contingencies

##### Contingent liabilities

It is the University's current policy to provide Western Sydney University International College Pty Ltd with such support and assistance as may be required to allow them to meet their financial obligations in conformity with generally accepted standards of commercial and financial prudence for the period 1 July 2021 up until approximately twelve months from the date of the signed financial statements to the expected date of the auditor's report for the next annual reporting period.

#### 31 Commitments

##### Capital commitments

Capital expenditures contracted for at the reporting date but not recognised as liabilities are:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Property, plant and equipment</b>				
- Within one year	<b>50,391</b>	118,466	<b>43,447</b>	50,863
- Between one year and five years	-	-	-	-
- Later than five years	-	-	-	-
<b>Total</b>	<b>50,391</b>	118,466	<b>43,447</b>	50,863

The above amounts included commitments for capital expenditure on joint operations of \$6.7M (2020: \$6.8M) payable within one year.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 32 Related Parties

### (a) Parent entities

The ultimate parent entity within the Group is Western Sydney University.

### (b) Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1(b).

Name of Entity	Principal place of business/Country of Incorporation	Ownership interest	
		2021 %	2020 %
Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College (formerly UWS Enterprises Pty Limited)	Australia	100	100
Western Sydney University Early Learning Limited (formerly UWS Early Learning Limited)	Australia	100	100
Whitlam Institute (within Western Sydney University) Limited and Trust	Australia	100	100
Western Growth Developments (Westmead) Pty Ltd	Australia	100	100
Western Growth Developments (Innovation Hub Parramatta) Pty Ltd	Australia	100	100

There are no significant restrictions on the Group's ability to access or use the assets and settle the liabilities of the Group.

### (c) Key management personnel

Disclosures relating to directors and specified executives are set out in note 28.

### (d) Transactions with related parties

The following transactions occurred with related parties:

Note	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Sale of goods and services</b>				
Royalty payments to University	-	-	35,854	35,372
Expense recoveries from controlled entities	-	-	-	47
<b>Total sales of goods and services</b>	-	-	35,854	35,419
<b>Purchase of goods</b>				
Services to University	-	-	9	-
Funding to controlled entities	-	-	61,843	58,703
<b>Total purchase of goods</b>	-	-	61,852	58,703

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 32 Related Parties (continued)

### (e) Loans to/from related parties

Note	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Loans to subsidiaries</b>				
Beginning of the year	-	-	108	29,545
Loans advanced	-	-	80	14,426
Loan repayment received	-	-	-	(44,533)
Interest charged	-	-	2	670
<b>End of year</b>	-	-	190	108
<b>Loans from subsidiaries</b>				
Beginning of the year	-	-	15,641	14,967
Loans advanced	-	-	12,373	1,320
Loan repayments paid	-	-	(7,289)	(757)
Interest charged	-	-	20	111
<b>End of year</b>	24	-	20,745	15,641

The University granted loans of \$218M to its subsidiaries to pay for all costs and expenses in connection with the acquisition and development of land and leasing of constructed buildings. The balance of the loans outstanding as at 31 December 2021 was \$0.190M (2020: \$0.108M). The unused facilities as at 31 December 2021 was \$217.810M (2020: \$217.892M).

### (f) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Current receivables (loans)				
Non-current receivables (loans)	-	-	-	-
- Subsidiaries	-	-	190	108
Current payables (loans)				
- Parent entity	-	-	20,745	15,641

No provisions for doubtful debts was raised in 2021 in relation to the outstanding balances from related parties.

## 33 Financial Risk Management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. The Group uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks, ageing analysis for credit risk.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 33 Financial Risk Management (continued)

The Group's principal financial instruments are cash and cash equivalents, as well as investments in units in managed investment funds and held to maturity investments.

The main purpose of the managed investment funds and held to maturity investments is to earn an income stream and provide long term growth to support objectives of the Western Sydney University Foundation Fund and Corpus, and the University's teaching, learning and research initiatives.

The Group also has various other financial instruments such as receivables, payables and finance leases.

#### Treasury Risk Management

The University only invests funds with fund managers that were approved by NSW Treasury under the previous requirements of the Western Sydney University Act or are now approved by the Finance and Investment Committee and the Board of Trustees. Approved fund managers use a wide range of diversified strategic asset allocations. The performance of the fund managers is closely monitored by the University's Finance and Investment Committee. The Finance and Investment Committee has a number of external members with a high level of experience and expertise in funds management. The Committee provides written principles for overall risk management, as well as policies covering specific areas, such as investment of excess liquidity. The Finance and Investment Committee also evaluates Treasury management strategies in the context of the most recent economic conditions and forecasts and the Group's activities. The Finance and Investment Committee reports regularly to the Board of Trustees.

#### (a) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising return.

##### *(i) Foreign exchange risk*

Foreign exchange risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group is primarily exposed to foreign exchange risk on purchases that are denominated in a currency other than the Australian dollar (AUD). The Group undertakes a minor level of hedging associated with regular purchases for the Library, and specific one off purchases. The Group also ensures that its exposure is kept to an acceptable level by buying foreign currencies at spot rates when necessary to address any short term imbalances. The Group has no overseas investment operations likely to affect its statement of financial position by movement in exchange rates.

##### *(ii) Price risk*

Price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices. This arises from investments held by the University and classified on the Statement of Financial Position as fair value through profit or loss. To manage price risk from investments in managed investment funds the University has contracted out the management of the portfolio to external fund managers. These fund managers are mandated to diversify investments of the portfolio under their management. A market price movement of 10% may affect the investment value by \$31.800M.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 33 Financial Risk Management (continued)

#### (a) Market risk (continued)

The quantum of funds under management per external fund manager and the investment objectives of each external fund manager are in accordance with limits / policies set by the Finance and Investment Committee.

##### *(iii) Cash flow and fair value interest rate risk*

Fair value interest rate risk is the risk that the fair value of a financial instrument will fluctuate because of changes in interest rates. The Group's exposure to interest rate risk is relatively small.

##### *(iv) Summarised sensitivity analysis*

Sensitivity analysis was produced by altering the relevant balance for +/-10% change in the foreign exchange and other price risk and +/-0.25% in the interest rate risk identified. The results of this analysis did not give rise to any material change in the balances affected by the risks for interest rate and foreign exchange. The results of sensitivity analysis for other price risks resulted in a +/-10% risk balance of \$50.552M for the consolidated or parent entity.

#### (b) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises primarily from receivables from customers and investment securities.

##### *Receivables*

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Receivables are mainly attributable to sales transactions with a single customer. Apart from the Government deferred debtor, the Group does not have any material risk exposure to any other single debtor or group of debtors.

##### *Investments*

The Group limits its exposure to credit risk through its Credit Risk Policy which establishes eligible counterparties with credit limits based upon counterparty credit ratings and accessible shareholder funds. An eligible counterparty must be rated from Standard and Poors or Moodys at a minimum level equivalent to BBB+ (Standard and Poors long term) or Baa1(Moodys long term), and have accessible shareholder funds of at least \$100M. Given these high credit ratings, management does not expect any counterparty to fail to meet its obligations. Fund managers are closely monitored to ensure adherence to the Credit Risk Policy.

#### (c) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or reputational risk.

The Group reviews its immediate and short term cash requirements on a daily basis with a three year rolling cash flow forecast regularly provided to management, Finance and Investment Committee and the Board of Trustees.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 33 Financial Risk Management (continued)

### (c) Liquidity risk (continued)

The following tables summarise the maturity of the Group's financial assets and financial liabilities:

	Average		Variable interest rate		Within 1 Year		1 to 5 Years		Over 5 Years		Non-Interest Bearing		Total	
	Interest rate		2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	2021	2020	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial Assets</b>														
Cash and cash equivalents	0.20	0.94	234,317	170,584	108,023	13,916	-	-	-	-	905	2,339	343,245	186,839
Receivables (a)	-	-	-	-	-	-	-	-	-	-	48,039	26,690	48,039	26,690
<b>Other Financial Assets</b>														
Fair value through profit or loss (Mercer)	-	-	-	-	-	-	-	-	-	-	432,254	314,637	432,254	314,637
Fair value through other comprehensive income (Unlisted securities)	-	-	-	-	-	-	-	-	-	-	73,264	58,599	73,264	58,599
<b>Total Financial Assets</b>			<b>234,317</b>	<b>170,584</b>	<b>108,023</b>	<b>13,916</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>554,462</b>	<b>402,265</b>	<b>896,802</b>	<b>586,765</b>
<b>Financial Liabilities</b>														
Payables	-	-	-	-	-	-	-	-	-	-	(67,200)	(89,949)	(67,200)	(89,949)
Borrowings	1.61	1.30	-	-	-	-	-	-	(200,000)	(200,000)	-	-	(200,000)	(200,000)
Other financial liabilities	-	-	-	-	-	-	-	-	-	-	(8,519)	(7,945)	(8,519)	(7,945)
<b>Total Financial Liabilities</b>			<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(200,000)</b>	<b>(200,000)</b>	<b>(75,719)</b>	<b>(97,894)</b>	<b>(275,719)</b>	<b>(297,894)</b>

(a) The University's deferred government contribution for superannuation included in note 18 is not included in the above analysis as the timing of the cash flows cannot be determined.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 34 Fair Value Measurement

##### (a) Fair value measurements

The carrying value of financial assets and liabilities at balance date materially approximates their fair value.

Due to the short-term nature of the cash and cash equivalents and current receivables, their carrying value approximates their fair value and based on credit history it is expected that the receivables that are neither past due nor impaired will be received when due.

The Group measure and recognise the following assets at fair value on a recurring basis:

- Financial assets at fair value through profit or loss
- Financial assets at fair value through other comprehensive income
- Available-for-sale financial assets
- Land and buildings

The Group has also measured assets and liabilities as fair value on a non-recurring basis.

##### (b) Fair value hierarchy

Western Sydney University categorises assets and liabilities measured at fair value into a hierarchy based on the level of inputs used in measurements.

Level 1	quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2	inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3	inputs for the asset or liability that are not based on observable market data (unobservable inputs)

##### *(i) Recognised fair value measurements*

Fair value measurements recognised in the statement of financial position are categorised into the following levels at 31 December 2021.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 34 Fair Value Measurement (continued)

##### (b) Fair value hierarchy (continued)

###### Fair value measurements at 31 December 2021

	Note	2021 \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
<b>Recurring fair value measurements</b>					
<b>Financial assets</b>					
Financial assets at fair value through profit and loss		432,254	432,254	-	-
Financial assets at fair value through other comprehensive income (Listed)		63,466	63,466	-	-
Financial assets at fair value through other comprehensive income (Unlisted)		9,798	-	9,494	304
<b>Total financial assets</b>	21	<b>505,518</b>	<b>495,720</b>	<b>9,494</b>	<b>304</b>
<b>Non-financial assets</b>					
Property, plant and equipment	19				
Land		573,681	-	980	572,701
Buildings		1,132,686	-	-	1,132,686
Infrastructure		115,073	-	-	115,073
Artwork		4,880	-	4,880	-
Rare book collection		2,233	-	2,233	-
<b>Total non-financial assets</b>		<b>1,828,553</b>	<b>-</b>	<b>8,093</b>	<b>1,820,460</b>

###### Fair value measurements at 31 December 2020

<b>Recurring fair value measurements</b>					
<b>Financial assets</b>					
Financial assets at fair value through profit and loss		314,637	314,637	-	-
Financial assets at fair value through other comprehensive income (Listed)		14	14	-	-
Financial assets at fair value through other comprehensive income (unlisted)		58,585	-	58,268	317
<b>Total financial assets</b>	21	<b>373,236</b>	<b>314,651</b>	<b>58,268</b>	<b>317</b>
<b>Non-financial assets</b>					
Property, plant and equipment	19				
Land		595,960	-	980	594,980
Buildings		1,158,347	-	-	1,158,347
Infrastructure		113,472	-	-	113,472
Artwork		4,853	-	4,853	-
Rare book collection		2,233	-	2,233	-
<b>Total non-financial assets</b>		<b>1,874,865</b>	<b>-</b>	<b>8,066</b>	<b>1,866,799</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 34 Fair Value Measurement (continued)

#### (b) Fair value hierarchy (continued)

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For details of transfers in and out of level 3 measurements, see (d) below.

Western Sydney University's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

##### *(ii) Disclosed fair values*

The fair value of assets or liabilities traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices for identical assets or liabilities at the end of the reporting period (level 1). This is the most representative of fair value in the circumstances.

The carrying value less impairment provision of trade receivables and payables is a reasonable approximation of their fair values due to the short-term nature of trade receivables. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments (level 3).

The fair value of non-current borrowings disclosed in note 24 is estimated by discounting the future contractual cash flows at the current market interest rates that are available to the group for similar financial instruments. For the period ending 31 December 2021, the borrowing rates averaged 1.61% during the year. The fair value of current borrowings approximates the carrying amount, as the impact of discounting is not significant (level 2).

#### (c) Valuation techniques used to derive level 2 and level 3 fair values

##### *(i) Recurring fair value measurements*

The fair value of the bonds disclosed in Note 24(a) are based on observable price quotations at the reporting date (Level 1).

The fair value of financial instruments that are not traded in an active market are determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

The Group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

All of the resulting fair value estimates are included in level 2 except for unlisted equity securities explained in (d) below.

Land and buildings (classified as property, plant and equipment) are calculated independently, at least every three years. At the end of each reporting period, the Group updates their assessment of the fair value of each property, taking into account the most recent independent valuations. The Group determines the property's value within a range of reasonable fair value estimates.

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 34 Fair Value Measurement (continued)

### (c) Valuation techniques used to derive level 2 and level 3 fair values (continued)

The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Group considers information from a variety of sources, including discounted replacement cost - the cost to construct improvements as new is estimated and that amount depreciated, after taking into consideration the nature and design of the improvements, their age and current condition.

All resulting fair value estimates for properties are included in level 3 except for vacant land. The level 2 fair value of vacant land has been derived using the sales comparison approach. Sale prices of comparable land in close proximity are adjusted for differences in key attributes such as property size. The most significant input into this valuation approach is price per square metre.

#### (ii) Non-recurring fair value measurement

Land and non-current assets (or disposal groups) classified as held for sale during the reporting period were measured at the lower of its carrying amount and fair value less cost to sell at the time of the reclassification. The fair value of the land was also determined using the sales comparison approach as described in (i) above.

### (d) Fair value measurements using significant unobservable inputs (level 3)

The following table is a reconciliation of level 3 items for the periods ended 31 December 2021 and 2020.

Level 3 Fair Value Measurement 2021	Unlisted equity securities \$'000	Buildings \$'000	Infrastructure \$'000	Land \$'000	Total \$'000
Opening balance	317	1,158,347	113,472	594,980	1,867,116
Acquisitions	-	4,242	407	-	4,649
Disposals	-	(19,072)	-	(22,304)	(41,376)
Non-cash adjustments	-	(19,254)	-	-	(19,254)
Recognised in profit or loss*	-	(27,206)	(3,906)	-	(31,112)
Recognised in other comprehensive income	(13)	35,629	5,100	25	40,741
<b>Closing balance</b>	<b>304</b>	<b>1,132,686</b>	<b>115,073</b>	<b>572,701</b>	<b>1,820,764</b>

Level 3 Fair Value Measurement 2020	Unlisted equity securities \$'000	Buildings \$'000	Infrastructure \$'000	Land \$'000	Total \$'000
Opening balance	321	1,119,878	111,363	593,021	1,824,583
Acquisitions	-	34,904	1,266	1,100	37,270
Disposals	-	(63)	-	(20,000)	(20,063)
Non-cash adjustments	-	-	-	(1)	(1)
Recognised in profit or loss*	-	(26,393)	(3,833)	-	(30,226)
Recognised in other comprehensive income	(4)	30,021	4,676	20,860	55,553
<b>Closing balance</b>	<b>317</b>	<b>1,158,347</b>	<b>113,472</b>	<b>594,980</b>	<b>1,867,116</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 34 Fair Value Measurement (continued)

### (d) Fair value measurements using significant unobservable inputs (level 3) (continued)

\*This includes gains/(losses) of \$Nil (2020: \$Nil) attributable to the change in unrealised gains/(losses) recognised in profit or loss attributable to unlisted securities, and \$31.112M (2020: \$30.226M) attributable to depreciation recognised in profit or loss.

#### (i) Transfers between levels 2 and 3 and changes in valuation techniques

There has been no transfers between 1 and 3 in 2021 or 2020.

#### (ii) Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements. See (c) above for the valuation techniques adopted.

	Fair value at 31 December 2021 \$'000	Unobservable inputs*	Range of inputs (probability weighted average)	Relationship of unobservable inputs to fair value
Buildings	1,132,686			
Land	572,701			
Infrastructure	115,073			
Unlisted equity securities	304			

\*There were no significant inter-relationship between unobservable inputs that materially affects fair value.

### Accounting Policy

The fair values of investments and other financial assets are based on quoted prices in an active market. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques that maximise the use of relevant data. These include reference to the estimated price in an orderly transaction that would take place between market participants at the measurement date. Other valuation techniques used are the cost approach and the income approach based on the characteristics of the asset and the assumptions made by market participants. The Group classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

The fair value of assets or liabilities traded in active markets (such as publicly traded derivatives, and equity investments) is based on quoted market prices for identical assets or liabilities at the end of the reporting period (level 1). This is the most representative of fair value in the circumstances. The fair value of held-to-maturity investments was determined by reference to published price quotations in an active market.

The fair value of non-current borrowings disclosed in note 24 is estimated by discounting the future contractual cash flows at the current market interest rates that are available to the group for similar financial instruments. The fair value of current borrowings approximates the carrying amount, as the impact of discounting is not significant (level 2).

Fair value measurement of non-financial assets is based on the highest and best use of the asset. The Group considers market participants use of, or purchase of, the asset to use it in a manner that would be highest and best use.

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments (level 3).

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 35 Joint Operations

#### *Joint operations with Urban Growth at Campbelltown*

The project is for the development of a residential subdivision comprising of 966 lots over 122 hectares located on the south west portion of the Campbelltown property. Land sales commenced in 2014 and extended through a number of stages throughout 2021, subject to market demand. The development is located in a desirable south western portion of Campbelltown's Macarthur region, adjacent to the University campus, suburban shopping facilities, parks, and in close proximity to both a railway station and the Hume Highway. The infrastructure being built will also improve access to the University campus with a much needed second major entry road as part of the development.

The University and Urban Growth each have a 50% interest in the operation, and share equally in the costs of development, and proceeds from sale of the developed lots. Due to decision making being shared equally, and the equal sharing of costs and output, the University has determined this to be a jointly controlled operation.

Name of joint operation	Nature of relationship	Principal place of business	Ownership interest/ voting rights held	
			2021 %	2020 %
Campbelltown residential development	Jointly controlled operation with Urban Growth for the residential subdivision of land	Australia	50.00	50.00

The assets and liabilities employed in the above jointly controlled operations, including Western Sydney University's share of any assets and liabilities held jointly, are detailed below:

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Statement of Financial Position</b>				
Construction in Progress	(11,771)	(457)	(11,771)	(457)
Trade and other payables	-	(1,352)	-	(1,352)
<b>Statement of Comprehensive Income</b>				
Proceeds from sale of assets	37,746	7,542	37,746	7,542
Carrying amount of assets sold	(13,544)	(4,282)	(13,544)	(4,282)
Gain on disposal of assets	24,202	3,259	24,202	3,259
Other expenses	(735)	(151)	(735)	(151)
Interest revenue	3	6	3	6

#### Accounting Policy

Cost of goods sold has been calculated on a percentage of completion basis, taking into account lot area sold and total costs to completion of the development. Under AASB11 investments in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations each investor has, rather than the legal structure of the joint arrangement. As a joint operation, Western Sydney University's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated in the financial statements under the appropriate headings.

The assets of the Joint Operation are classified as Construction in Progress under Property, Plant and Equipment (note 19) and are recorded at cost. The gain on disposal of assets represents the difference between the proceeds of the sale of these assets and the carrying amount of these assets. Cost of goods sold has been calculated on a percentage of completion basis, taking into account lot area sold and total costs to completion of the development.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 36 Reconciliation of Net Result after income tax to net cash provided by / (used in) operating activities

	Consolidated		Parent	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Net result for the period	143,167	22,585	122,638	21,979
Net (gain)/loss on disposal of property, plant and equipment	(30,048)	(5,304)	(30,032)	(5,304)
Depreciation and amortisation	87,482	83,822	86,533	82,459
Impairment of receivables	(475)	1,259	(546)	140
Cost of goods sold - livestock	(203)	74	(203)	74
Fair value (gains)/losses on other financial assets at fair value through profit or loss	(17,950)	(1,650)	(17,950)	(1,650)
(Increase)/decrease in trade debtors	(9,684)	(3,543)	1,909	(2,359)
Increase/(decrease) in other operating liabilities	7,023	25,576	3,436	25,325
(Increase)/decrease in other non-financial assets	1,036	1,148	1,036	1,148
Increase/(decrease) in trade creditors	(15,593)	21,458	(10,519)	18,782
Increase/(decrease) in provisions	(17,702)	5,299	(17,866)	4,677
<b>Net cash provided by / (used in) operating activities</b>	<b>147,053</b>	<b>150,724</b>	<b>138,436</b>	<b>145,271</b>

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 37 Acquittal of Australian Government Financial Assistance

### (a) Education - CGS and other Education grants

	Note	Commonwealth Grants Scheme #1		Indigenous Student Success Program #3		National Priorities and Industry Linkage Fund		Higher Education Partnership and Participation Program		Disability Performance Funding #2	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Parent Entity (University) Only</b>											
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		311,165	292,211	2,553	2,608	8,750	-	10,251	11,236	290	425
Net accrual adjustments		(11,095)	3,083	-	-	(4,439)	-	(2,273)	(2,500)	-	-
Revenue for the period	2	300,070	295,294	2,553	2,608	4,311	-	7,978	8,736	290	425
Surplus/(deficit) from the previous year		-	-	-	-	-	-	64	62	1,842	1,673
Total revenue including accrued revenue		300,070	295,294	2,553	2,608	4,311	-	8,042	8,798	2,132	2,098
Less expenses including accrued expenses		(300,070)	(295,294)	(2,553)	(2,608)	(4,311)	-	(8,042)	(8,734)	(666)	(256)
Surplus/(deficit) for reporting period		-	-	-	-	-	-	-	64	1,466	1,842

	Note	National Priorities Pool		Promotion of Excellence in Learning and Teaching		Other		Total	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Parent Entity (University) Only</b>									
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		-	37	-	-	14,140	-	347,149	306,517
Net accrual adjustments		-	-	-	-	(175)	-	(17,982)	583
Revenue for the period	2	-	37	-	-	13,965	-	329,167	307,100
Surplus/(deficit) from the previous year		49	12	67	69	-	-	2,022	1,816
Total revenue including accrued revenue		49	49	67	69	13,965	-	331,189	308,916
Less expenses including accrued expenses		(20)	-	-	(2)	(13,965)	-	(329,627)	(306,894)
Surplus/(deficit) for reporting period		29	49	67	67	-	-	1,562	2,022

# Notes to the Financial Statements

## For the Year Ended 31 December 2021

### 37 Acquittal of Australian Government Financial Assistance (continued)

#### (a) Education - CGS and other Education grants (continued)

#1 Basic CGS grant amount, CGS – Regional Loading, CGS – Enabling Loading, CGS - Medical Student Loading, Allocated Places, Non Designated Courses and CGS - Special Advances from Future Years.

#2 Disability Performance Funding includes Additional Support for Students with Disabilities and Australian Disability Clearinghouse on Education & Training

#3 Indigenous Student Success Program has replaced the Indigenous Commonwealth Scholarships Program and the Indigenous Support Program as of 1 January 2021.

#### (b) Higher education loan programs (excl OS-HELP)

	Note	HECS-HELP (Australian Government payments only)		FEE-HELP		SA-HELP		Total	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Parent Entity (University) Only</b>									
Cash Payable/(Receivable) at the beginning of the year		(6,856)	(1,343)	(425)	(734)	(623)	(566)	(7,904)	(2,643)
Financial assistance received in Cash during the reporting period		222,209	218,203	23,710	21,278	7,686	7,620	253,605	247,101
Cash available for period		215,353	216,860	23,285	20,544	7,063	7,054	245,701	244,458
Revenue earned	2	214,415	223,716	22,126	20,970	6,925	7,676	243,466	252,362
Cash Payable/(Receivable) at end of year		938	(6,856)	1,159	(426)	138	(622)	2,235	(7,904)

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 37 Acquittal of Australian Government Financial Assistance (continued)

#### (c) Department of Education and Training Research

##### Parent Entity (University) Only

Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)

Revenue for the period

Total revenue including accrued revenue

Less expenses including accrued expenses

Surplus/(deficit) for reporting period

Note	Research Training Program		Research Support Program		Total	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
	12,467	11,746	17,594	8,182	30,061	19,928
	12,467	11,746	17,594	8,182	30,061	19,928
2	12,467	11,746	17,594	8,182	30,061	19,928
	(10,121)	(11,746)	(9,323)	(8,182)	(19,444)	(19,928)
	2,346	-	8,271	-	10,617	-

#### Total Higher Education Provider Research Training Program expenditure

Research Training Program Fees offsets

Research Training Program Stipends

Research Training Program Allowances

**Total for all types of support**

Total domestic students \$'000	Total overseas students \$'000
-	-
2,273	363
7,485	-
9,758	363

# Notes to the Financial Statements

For the Year Ended 31 December 2021

## 37 Acquittal of Australian Government Financial Assistance (continued)

### (d) Other Capital Funding

	Note	Linkage Infrastructure, Equipment and Facilities Grant		Total	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Parent Entity (University) Only</b>					
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		265	265	265	265
Net adjustments		275	(227)	275	(227)
Revenue for the period	2	540	38	540	38
Surplus/(deficit) from the previous year		315	89	315	89
Total revenue including accrued revenue		855	127	855	127
Less expenses including accrued expenses		(815)	188	(815)	188
Surplus/(deficit) for reporting period		40	315	40	315

### (e) Australian Research Council Grants

	Note	Discovery		Linkages		Networks and Centres		Special Research Initiatives		Total	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Parent Entity (University) Only</b>											
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		6,157	6,592	1,464	761	754	1,414	297	419	8,672	9,186
Net adjustments		(723)	(2,709)	(448)	(230)	181	(325)	(49)	139	(1,039)	(3,125)
Revenue for the period	2	5,434	3,883	1,016	531	935	1,089	248	558	7,633	6,061
Surplus/(deficit) from the previous year		8,521	5,810	838	607	1,012	687	171	310	10,542	7,414
Total revenue including accrued revenue		13,955	9,693	1,854	1,138	1,947	1,776	419	868	18,175	13,475
Less expenses including accrued expenses		(4,711)	(1,172)	(568)	(300)	(1,117)	(764)	(200)	(697)	(6,596)	(2,933)
Surplus/(deficit) for reporting period		9,244	8,521	1,286	838	830	1,012	219	171	11,579	10,542

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 37 Acquittal of Australian Government Financial Assistance (continued)

##### (f) OS-HELP

		2021	2020
	Note	\$'000	\$'000
<b>Parent Entity (University) Only</b>			
Cash received during the reporting period		-	2,820
Cash spent during the reporting period		-	(372)
Net cash received		-	2,448
Cash surplus/(deficit) from the previous period		2,072	(376)
Cash surplus/(deficit) for reporting period	23	2,072	2,072

##### (g) Higher Education Superannuation Program

		2021	2020
		\$'000	\$'000
<b>Parent Entity (University) Only</b>			
Cash received from Commonwealth Government during the reporting period		10,410	-
Cash received from State Government during the reporting period		2,936	-
Cash available		13,346	-
Cash surplus / (deficit) from the previous period		-	-
Cash available for current period		13,346	-
Contributions to specified defined benefit funds		(13,346)	-
Cash surplus/(deficit) this period		-	-

##### (h) Student Services and Amenities Fee

		2021	2020
	Note	\$'000	\$'000
<b>Parent Entity (University) Only</b>			
SA-HELP revenue earned	37(b)	6,925	7,676
Student Services and Amenities Fees direct from students	4	3,909	4,139
Total revenue expendable in period		10,834	11,815
Student services expenses during period		(10,834)	(11,815)
Unspent/(overspent) student services revenue		-	-

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 38 Defined Benefits Plans

#### (a) Fund specific disclosure

The Pooled Fund holds in trust the investments of the closed NSW public sector superannuation schemes, namely State Authorities Superannuation Scheme (SASS), State Superannuation Scheme (SSS) and State Authorities Non Contributory Superannuation Scheme (SANCS), which are State schemes and subject to reimbursement rights. These three schemes are all defined benefit schemes - at least a component of the final benefit is derived from a multiple of member salary and years of membership.

These unfunded liabilities recorded in the Statement of Financial Position under provisions have been determined by independent actuaries.

During 2015, University of Sydney on behalf of the NSW Universities, led a project to finalise the negotiation of an agreement between the Commonwealth and New South Wales Government to provide certainty in respect to the funding of the defined benefits superannuation funds managed by the State Authorities Superannuation Trustees Corporation (STC). These discussions have now culminated in a memorandum of understanding being reached between the Commonwealth and the State Government. This memorandum has now been executed with the effect that the Commonwealth and New South Wales Government are taking on all of the risk of the liabilities of the three funds (SASS, SANCS and SSS) for the next seventy years.

The significant elements of the agreement are that:

- the agreement allows for funding of the SANCS accounts that were previously not eligible under the scheme;
- in future, the Commonwealth will not contribute to costs associated with excess salary increases. Future fund liabilities deemed to be the result of excess salary increases will be recouped from each relevant university in the form of 'top-up' payments.

The amount receivable from the Commonwealth or State in respect of the three funds as at 31 December 2021 was \$394.615M (2020: \$416.347M) and this is reflected in note 18 as Non-current receivables. This receivable is net of the University's accrued and forecasted excess salary liability as at 31 December 2021 totalling \$2.146M (2020: \$2.796M) as the liability is treated as a reduction of the Commonwealth and State reimbursement right. The amount owing to members of the three funds as at 31 December 2021 was \$405.042M (2020: \$428.252M), including the University's accrued and forecasted excess salary liability, and is recognised in the statement of financial position under provisions.

The Group expects to make a contribution of \$0.50M (2020: \$0.60M) to the defined benefit plan during the next financial year.

The weighted average duration of the defined benefit obligation is 10.5 years (2020: 11.1 years). The expected maturity analysis of undiscounted benefit payments is as follows:

	Less than 1 year \$'000	Between 1 and 2 years \$'000	Between 2 and 5 years \$'000	Over 5 years \$'000	Total \$'000
Defined benefit obligations - 31 December 2021	21,873	21,834	64,574	320,522	428,803
Defined benefit obligations - 31 December 2020	21,795	21,549	64,980	351,207	459,531

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 38 Defined Benefits Plans (continued)

#### Accounting Policy

##### **Defined Benefit Plans**

A liability or asset in respect of defined benefit superannuation plans is recognised in the statement of financial position, and is measured as the present value of the defined benefit obligation at the reporting date less the fair value of the superannuation fund's assets at that date. The present value of the defined benefit obligation is based on expected future payments which arise from membership of the fund to the reporting date, calculated annually by independent actuaries using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service.

Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the statement of financial position.

Past service costs are recognised in profit or loss immediately.

##### **Deferred government benefit for superannuation**

In accordance with the 1998 instructions issued by the Department of Education, Training and Youth Affairs (DETYA) now known as the Department of Education and Training (Education), the effects of the unfunded superannuation liabilities of Western Sydney University and its controlled entities were recorded in the income statement and the statement of financial position for the first time in 1998. The prior years' practice had been to disclose liabilities by way of a note to the financial statements.

The unfunded liabilities recorded in the statement of financial position under Provisions have been determined by Mercer Human Resource Consulting Ltd and relate to the State Superannuation Scheme, the State Authorities Superannuation Scheme and the State Authorities Non Contributory Scheme. This assessment was based on the full requirements of AASB119.

Deferred government benefits for superannuation are the amounts recognised as reimbursement rights as they are the amounts expected to be received from the Australian Government for the emerging costs of the superannuation funds for the life of the liability.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 38 Defined Benefits Plans (continued)

##### (b) Categories of plan assets

The analysis of the plan assets at the end of the reporting period is as follows:

	2021 (%)		2020 (%)	
	Active Market	No Active Market	Active Market	No Active Market
Equity instruments	73	1	68	-
Property	-	6	2	7
Alternatives	7	13	8	16
<b>Total</b>	<b>80</b>	<b>20</b>	<b>78</b>	<b>23</b>

The principal assumptions used for the purposes of the actuarial valuations were as follows (expressed as weighted averages):

	2021	2020
	%	%
Discount rate(s)	1.68	0.97
Expected rate of plan assets	6.50	7.00
Expected return on reimbursement rights	1.61	1.94
Expected rate(s) of salary increase	3.20	3.20
Expected rate of CPI increase	2.00	2.00

##### (c) Actuarial assumptions and sensitivity

The sensitivity of the defined benefit obligation to change in the significant assumptions is:

	Change in assumption	Impact on defined benefit obligation	
		Increase in assumption	Decrease in assumption
Discount rate	0.50 %	Decrease by 5.2%	Increase by 5.6%
Salary growth rate	0.50 %	Increase by 0.1%	Decrease by 0.1%

The above sensitivity analyses are based on a change in an assumption while holding all the other assumptions constant. In practice this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method has been applied as when calculating the defined benefit liability recognised in the statement of financial position.

The methods and types of assumptions used in the preparation of the sensitivity analysis did not change compared to the prior period.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 38 Defined Benefits Plans (continued)

##### (d) Statement of financial position amounts

		<b>SASS</b>	<b>SANCS</b>	<b>SSS</b>	<b>Total</b>
	<b>Note</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Net liability reconciliation - 2021</b>					
Defined benefit obligation		20,118	3,414	409,019	432,551
Fair value of plan assets		(6,596)	(629)	(28,565)	(35,790)
Payroll tax oncost estimate on net liability		282	58	7,941	8,281
<b>Net liability</b>	25	<b>13,804</b>	<b>2,843</b>	<b>388,395</b>	<b>405,042</b>
Reimbursement right	18	(12,005)	(2,424)	(380,186)	(394,615)
<b>Total net liability/(asset)</b>		<b>1,799</b>	<b>419</b>	<b>8,209</b>	<b>10,427</b>
<b>Reimbursement rights - 2021</b>					
Opening value of reimbursement right		13,193	3,190	399,964	416,347
Emerging liability for excess salaries		(1,518)	(362)	(266)	(2,146)
Expected return on reimbursement rights		758	34	(7,297)	(6,505)
Remeasurements		(428)	(438)	(12,215)	(13,081)
<b>Closing value of reimbursement right</b>	18	<b>12,005</b>	<b>2,424</b>	<b>380,186</b>	<b>394,615</b>
<b>Present value of obligation - 2021</b>					
Opening defined benefit obligation		23,564	4,074	433,409	461,047
Current service cost		356	113	-	469
Interest expense		215	37	4,107	4,359
		<b>24,135</b>	<b>4,224</b>	<b>437,516</b>	<b>465,875</b>
<b>Remeasurements</b>					
Actuarial losses/(gains) arising from changes in demographic assumptions		352	62	(2,378)	(1,964)
Actuarial losses/(gains) arising from changes in financial assumptions		(431)	(122)	(15,527)	(16,080)
Experience (gains)/losses		433	(380)	5,648	5,701
		<b>354</b>	<b>(440)</b>	<b>(12,257)</b>	<b>(12,343)</b>
<b>Contributions</b>					
Plan participants		256	-	29	285
<b>Payments from plan</b>					
Benefits paid		(4,231)	(446)	(18,477)	(23,154)
Taxes, premium and expenses paid		(396)	76	2,208	1,888
		<b>(4,627)</b>	<b>(370)</b>	<b>(16,269)</b>	<b>(21,266)</b>
<b>Closing defined benefit obligation</b>		<b>20,118</b>	<b>3,414</b>	<b>409,019</b>	<b>432,551</b>

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 38 Defined Benefits Plans (continued)

##### (d) Statement of financial position amounts (continued)

		<b>SASS</b>	<b>SANCS</b>	<b>SSS</b>	<b>Total</b>
	<b>Note</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Present value of plan assets - 2021</b>					
Opening fair value of plan assets		8,062	340	33,171	41,573
Interest expense/(income)		75	4	280	359
		<b>8,137</b>	<b>344</b>	<b>33,451</b>	<b>41,932</b>
<b>Remeasurements</b>					
Actual Return on Fund assets interest income		782	(2)	(42)	738
		<b>782</b>	<b>(2)</b>	<b>(42)</b>	<b>738</b>
<b>Contributions</b>					
Employers		2,048	657	11,396	14,101
Plan participants		256	-	29	285
		<b>2,304</b>	<b>657</b>	<b>11,425</b>	<b>14,386</b>
<b>Payments from plan</b>					
Benefits paid		(4,231)	(446)	(18,477)	(23,154)
Taxes, premiums and expenses paid		(396)	76	2,208	1,888
		<b>(4,627)</b>	<b>(370)</b>	<b>(16,269)</b>	<b>(21,266)</b>
<b>Closing fair value of plans assets</b>		<b>6,596</b>	<b>629</b>	<b>28,565</b>	<b>35,790</b>
<b>Net liability reconciliation - 2020</b>					
Defined benefit obligation		23,564	4,074	433,409	461,047
Fair value of plan assets		(8,062)	(340)	(33,171)	(41,573)
Payroll tax oncost estimate on net liability		324	78	8,376	8,778
<b>Net liability</b>	25	<b>15,826</b>	<b>3,812</b>	<b>408,614</b>	<b>428,252</b>
Reimbursement right	18	(13,193)	(3,190)	(399,964)	(416,347)
<b>Total net liability/(asset)</b>		<b>2,633</b>	<b>622</b>	<b>8,650</b>	<b>11,905</b>
<b>Reimbursement rights - 2020</b>					
Opening value of reimbursement right		12,508	2,942	397,424	412,874
Excess salary expense through profit and loss		(274)	(57)	-	(331)
Emerging liability for excess salaries		(2,036)	(487)	(273)	(2,796)
Expected return on reimbursement rights		1,858	467	5,646	7,971
Remeasurements		1,137	325	(2,833)	(1,371)
<b>Closing value of reimbursement right</b>	18	<b>13,193</b>	<b>3,190</b>	<b>399,964</b>	<b>416,347</b>

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 38 Defined Benefits Plans (continued)

##### (d) Statement of financial position amounts (continued)

	Note	SASS \$'000	SANCS \$'000	SSS \$'000	Total \$'000
<b>Present value of obligation - 2020</b>					
Opening defined benefit obligation		24,079	4,135	447,425	475,639
Current service cost		459	121	-	580
Interest expense		308	53	6,003	6,364
		<u>24,846</u>	<u>4,309</u>	<u>453,428</u>	<u>482,583</u>
<b>Remeasurements</b>					
Actuarial losses/(gains) arising from changes in financial assumptions		(246)	(60)	4,529	4,223
Experience (gains)/losses		1,471	386	(7,456)	(5,599)
		<u>1,225</u>	<u>326</u>	<u>(2,927)</u>	<u>(1,376)</u>
<b>Contributions</b>					
Plan participants		264	-	31	295
<b>Payments from plan</b>					
Benefits paid		(2,566)	(462)	(18,009)	(21,037)
Taxes, premiums and expenses paid		(205)	(99)	886	582
		<u>(2,771)</u>	<u>(561)</u>	<u>(17,123)</u>	<u>(20,455)</u>
<b>Closing defined benefit obligation</b>		<u>23,564</u>	<u>4,074</u>	<u>433,409</u>	<u>461,047</u>
<b>Present value of plan assets - 2020</b>					
Opening fair value of plan assets		9,651	733	49,768	60,152
Interest expense/(income)		115	7	556	678
		<u>9,766</u>	<u>740</u>	<u>50,324</u>	<u>60,830</u>
<b>Remeasurements</b>					
Actual Return on Fund assets interest income		87	1	(92)	(4)
		<u>87</u>	<u>1</u>	<u>(92)</u>	<u>(4)</u>
<b>Contributions</b>					
Employers		716	160	31	907
Plan participants		264	-	31	295
		<u>980</u>	<u>160</u>	<u>62</u>	<u>1,202</u>
<b>Payments from plan</b>					
Benefits paid		(2,566)	(462)	(18,009)	(21,037)
Taxes, premiums and expenses paid		(205)	(99)	886	582
		<u>(2,771)</u>	<u>(561)</u>	<u>(17,123)</u>	<u>(20,455)</u>
<b>Closing fair value of plans assets</b>		<u>8,062</u>	<u>340</u>	<u>33,171</u>	<u>41,573</u>

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

**39 Events Occurring After the Reporting Date**

There are no events identified after the statement of financial position date that would have a material impact on the financial statements.

**End of Audited Financial Statements.**



## INDEPENDENT AUDITOR'S REPORT

### Western Sydney University

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of the Western Sydney University (the University), which comprises the Statement by the Members of the Board of Trustees, the Income Statement and Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information of the University and the consolidated entity. The consolidated entity comprises the University and the entities it controlled at the year's end or from time to time during the financial year.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- presents fairly, the financial position, financial performance and cash flows of the University and the consolidated entity.

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the University in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements for the year ended 31 December 2021. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, I do not provide a separate opinion on these matters.

Key Audit Matter	How my audit addressed the matter
<b>Fair value measurement of property, plant and equipment</b>	
<p>At 31 December 2021, the University reported \$2.5 billion in property, plant and equipment.</p> <p>In 2021, the University:</p> <ul style="list-style-type: none"> <li>revalued land, buildings and infrastructure assets with a closing balance of \$1.8 billion</li> <li>recorded a net revaluation increment of \$49.8 million at 31 December 2021.</li> </ul> <p>I considered this to be a key audit matter because of the:</p> <ul style="list-style-type: none"> <li>financial significance of property, plant and equipment to the Statement of Financial Position</li> <li>extent of significant management judgements underpinning key assumptions used in the valuation process</li> <li>judgement and complexities associated with the application of AASB 13 'Fair Value Measurement' requirements.</li> </ul> <p>Further information on the fair value measurement of property, plant and equipment is included in Note 19 'Property, plant and equipment', and Note 34 'Fair value measurement'.</p>	<p>Key audit procedures included the following:</p> <ul style="list-style-type: none"> <li>assessed the competence, capability and objectivity of management's independent valuer</li> <li>assessed the accuracy and completeness of assets included in the valuation</li> <li>assessed the appropriateness of the methodology used and the key assumptions and judgements adopted</li> <li>assessed material changes to useful lives</li> <li>agreed valuation amounts to the reported financial statement balances</li> <li>assessed the sufficiency and appropriateness of management's fair value assessment against the requirements of applicable Australian Accounting Standards</li> <li>assessed the adequacy of the financial statement disclosures against the requirements of applicable Australian Accounting Standards.</li> </ul>
<b>Valuation of defined benefit superannuation and long service leave liabilities</b>	
<p>At 31 December 2021, the University reported:</p> <ul style="list-style-type: none"> <li>defined benefit superannuation liabilities totalling \$405 million</li> <li>employee long service leave liabilities totalling \$80.0 million.</li> </ul> <p>I considered this to be a key audit matter because:</p> <ul style="list-style-type: none"> <li>the defined benefit superannuation and long service leave liabilities are financially significant to the University's financial position</li> <li>there is a risk the data used in the defined benefit superannuation and long service leave liability valuation models (the models) is not accurate and / or complete</li> <li>the underlying models used to value the liabilities are complex due to a high level of judgement and estimation involved in the valuation assumptions, including discount rates, salary inflation and other assumptions</li> <li>the total value of the liabilities is sensitive to small changes in key valuation inputs.</li> </ul>	<p>Key audit procedures included the following:</p> <ul style="list-style-type: none"> <li>assessed the key controls supporting the data, and the completeness and mathematical accuracy of the data, used in the models</li> <li>obtained management's actuarial reports and year-end adjustments, and in relation to defined benefit superannuation liabilities engaged a qualified actuary (auditor's expert) to assess the: <ul style="list-style-type: none"> <li>competence, capability, and objectivity of management's independent experts</li> <li>appropriateness of the models</li> <li>reasonableness of key assumptions used</li> <li>reasonableness of the reported liability balances</li> </ul> </li> <li>assessed the adequacy of the financial statement disclosures against the requirements of applicable Australian Accounting Standards.</li> </ul>

Further information on the valuation of defined benefit superannuation and long service leave liabilities is included in Note 25 'Provisions' and Note 38 'Defined Benefit Plans'.

## Board of Trustees' Responsibilities for the Financial Statements

The Board of Trustees is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act, GSF Regulations and the 'Financial Statement Guidelines for Australian Higher Education Providers for the 2021 Reporting Period', issued by the Australian Government Department of Education, pursuant to the *Higher Education Support Act 2003* and the *Australian Research Council Act 2001*. The Board of Trustees' responsibility also includes such internal control as the Board of Trustees determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Trustees is responsible for assessing the University's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at:

[http://www.auasb.gov.au/auditors\\_responsibilities/ar5.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar5.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the University carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

14 April 2022  
SYDNEY

# **Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College**

**ABN: 44 003 474 468**

## **Financial Statements**

**For the Year Ended 31 December 2021**

These financial statements are of Western Sydney University Enterprises Pty Limited as an individual entity. The financial statements are presented in Australian currency.

Western Sydney University Enterprises Pty Limited (the Company) is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Nirimba Education Precinct

Eastern Road, Quakers Hill NSW 2763

A description of the nature of the Company's operations and its principal activities is included in the directors' report on pages 88 to 91, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 25 March 2022. The directors have the power to amend and reissue the financial statements.

## **Directors' Report**

**31 December 2021**

The directors present their report on Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College (the Company) for the financial year ended 31 December 2021.

### **1. General information**

#### **Information on directors**

The name and qualification of each person who has been a director during the year and to the date of this report are:

Ms Belinda Robinson	BA, MEnvLaw, FAICD - (Chair)
Mr Angelo Kourtis	BA (Deputy Chair)
Mr Ramy Aziz	BBus, FCPA, FGIA
Professor Simon Barrie	BAppSc, PhD
Ms Caroline Hutchinson	BEc, LLB, Spec Acc (Comm Lit), GAICD
Professor Clare Pollock	BA(Hons), PhD, GAICD - (commenced 01 July 2021)
Mr Robin Shreeve	BA(Hons), MA
Professor Michele Simons	BSocSc, PhD
Associate Professor Simon Bedford	BSc(Hons), PhD - (Alternate Director)
Mr Michael Burgess	BAgrSc, GradDipMkt - (Alternate Director)

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

#### **Principal activities and significant changes in nature of activities**

The principal activities of the Company during the financial year were:

- Provision of educational services

There were no significant changes in the nature of the Company's principal activities during the financial year.

## **Directors' Report**

**31 December 2021**

### **2. Operating results and review of operations for the year**

The net result of the Company for the year ended 31 December 2021 was \$ NIL (2020: nil) which included the revenue from fees and charges of \$66,234,759 (2020: \$63,815,040) and a royalty payment to the parent entity of \$35,853,988 (2020: \$35,371,505).

Academic Pathway Programs continued in remote delivery format for the duration of 2021. Despite softer enrolments resulting from increased competition for domestic student load, revenue from Academic Pathway Programs was slightly higher than the previous year reflecting the new Job Ready Graduate funding regime. Undergraduate Certificates, developed in 2020 in support of the Federal Governments COVID-19 Higher Education Relief Package, continued in 2021. Areas of the business exposed to the international market, such as English Language Programs, study tours, English proficiency testing and international student cohorts continued to be impacted by the closure of borders and quarantine requirements.

### **3. Other items**

#### **Significant changes in state of affairs**

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

#### **Events after the reporting date**

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

#### **Future developments and results**

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

#### **Environmental issues**

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

#### **Dividends paid or recommended**

No dividend was paid or payable since the commencement of the financial year and up to and including the date of signing the report (2020: nil).

#### **Company secretary**

Ms Wendy Barker held the position of Company Secretary for the whole of the financial year and to the date of this report.

## **Directors' Report**

**31 December 2021**

### **Indemnification and insurance of officers**

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

### **Proceedings on behalf of company**

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

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

Director: .....



Director: .....



Dated at Sydney 25 March 2022

## **Directors' Declaration**

**For the Year Ended 31 December 2021**

In accordance with a resolution of the Board of Directors, pursuant to section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

- (a) The Western Sydney University Enterprises Pty Limited (the Company) financial statements present fairly the Company's financial position as at 31 December 2021 and the financial performance and cash flows for the year ended.
- (b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, which include Australian Accounting Interpretations.
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate.
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

Director ..... 

Director ..... 

Dated at Sydney 25 March 2022

**Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College**

ABN: 44 003 474 468

**Statement of Comprehensive Income**  
**For the Year Ended 31 December 2021**

		<b>2021</b>	<b>2020</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
<b>Revenue</b>			
Fees and charges	2(a)	<b>66,234,759</b>	63,815,040
Interest revenue		<b>77,555</b>	159,145
Other revenue	2(b)	<b>2,198,759</b>	6,596,038
<b>Total revenue</b>		<b>68,511,073</b>	70,570,223
<b>Expenses</b>			
Royalty to parent	14(b)	<b>(35,853,988)</b>	(35,371,505)
Employee related expenses	4	<b>(29,198,530)</b>	(30,777,105)
Fees for service	4	<b>(940,368)</b>	(612,872)
Depreciation and amortisation expense	4	<b>(910,506)</b>	(1,341,909)
Impairment of assets	4	<b>(140,264)</b>	(1,116,118)
Other expenses	4	<b>(1,467,417)</b>	(1,350,714)
<b>Total expenses</b>		<b>(68,511,073)</b>	(70,570,223)
<b>Surplus / (deficit) for the year</b>		-	-
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		-	-
<b>Comprehensive income for the year attributable to</b>			
Non - controlling interest		-	-
Western Sydney University (The Parent)		-	-
<b>Total comprehensive income for the year</b>		-	-

The accompanying notes form part of these financial statements.

**Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College**

ABN: 44 003 474 468

**Statement of Financial Position**

**As At 31 December 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	12,835,113	12,500,989
Trade and other receivables	6	413,405	774,302
Receivables from joint venture	14(d)	281,818	498,817
<b>Total Current Assets</b>		<b>13,530,336</b>	<b>13,774,108</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	7(a)	933,923	1,846,950
<b>Total Non-Current Assets</b>		<b>933,923</b>	<b>1,846,950</b>
<b>Total Assets</b>		<b>14,464,259</b>	<b>15,621,058</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade payables		127,837	204,794
Tuition fees advance receipts		371,891	380,797
Amounts due to joint venture	14(d)	293,869	-
Accrued expenses	8	1,597,111	2,520,168
Provisions	9	3,605,363	3,316,785
Other liabilities	10	270,739	933,065
<b>Total Current Liabilities</b>		<b>6,266,810</b>	<b>7,355,609</b>
<b>Non-Current Liabilities</b>			
Provisions	9	1,432,000	1,500,000
<b>Total Non-Current Liabilities</b>		<b>1,432,000</b>	<b>1,500,000</b>
<b>Total Liabilities</b>		<b>7,698,810</b>	<b>8,855,609</b>
<b>Net Assets</b>		<b>6,765,449</b>	<b>6,765,449</b>
<b>EQUITY</b>			
Issued capital	11	1	1
Retained earnings		6,765,448	6,765,448
<b>Total Equity</b>		<b>6,765,449</b>	<b>6,765,449</b>

The accompanying notes form part of these financial statements.

**Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College**

ABN: 44 003 474 468

## Statement of Changes in Equity

For the Year Ended 31 December 2021

	Issued capital \$	Retained earnings \$	Total \$
<b>Balance at 1 January 2021</b>	<b>1</b>	<b>6,765,448</b>	<b>6,765,449</b>
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance at 31 December 2021</b>	<b>1</b>	<b>6,765,448</b>	<b>6,765,449</b>

	Issued capital \$	Retained earnings \$	Total \$
<b>Balance at 1 January 2020</b>	<b>1</b>	<b>6,765,448</b>	<b>6,765,449</b>
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance at 31 December 2020</b>	<b>1</b>	<b>6,765,448</b>	<b>6,765,449</b>

The accompanying notes form part of these financial statements.

**Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College**

ABN: 44 003 474 468

## Statement of Cash Flows

For the Year Ended 31 December 2021

		2021	2020
	Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from student fees and other customers		66,890,257	64,083,387
Payments to suppliers and employees		(68,874,551)	(72,088,977)
Receipts from JobKeeper Payment Scheme	2(b)	1,825,900	6,182,400
Interest received		77,555	159,145
Other receipts		372,859	413,638
GST recovered		192,104	770,436
<b>Net cash provided (used) by operating activities</b>		<b>484,124</b>	<b>(479,971)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Loan advance to joint venture	14(c)	(150,000)	-
<b>Net cash used in investing activities</b>		<b>(150,000)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
<b>Net cash provided by financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents held</b>		<b>334,124</b>	<b>(479,971)</b>
Cash and cash equivalents at beginning of year		12,500,989	12,980,960
<b>Cash and cash equivalents at end of financial year</b>	5	<b>12,835,113</b>	<b>12,500,989</b>

The accompanying notes form part of these financial statements.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **1 Summary of Significant Accounting Policies**

Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College (the Company) is a registered Company limited by shares and is a not-for-profit controlled entity of Western Sydney University. The Company is incorporated and domiciled in Australia.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years reported, unless otherwise stated.

The registered office of the Company is Nirimba Education Precinct, Eastern Road, Quakers Hill NSW 2763.

##### **(a) Basis of Preparation**

The financial statements are general purpose financial statements which have been prepared on an accrual basis and in accordance with Australian Accounting Standards and Interpretations, the *Government Sector Finance Act 2018*, and *Government Sector Finance Regulation 2018*.

These financial statements comply with Australian Accounting Standards - Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board.

The financial statements were authorised for issue by the Directors of the Company on 25 March 2022.

##### **(i) Critical accounting estimates and judgements**

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in preparation of the financial statements have been explained in the accounting policy notes or subsequent notes.

##### **(ii) Foreign currency transactions and balances**

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

##### **(b) Principles of Consolidation**

###### **Joint Arrangements**

The Company determined that the Joint Arrangement with Navitas Pty Ltd for the establishment of the Western Sydney University International College Pty Ltd ("the International College") is a Joint Venture equally controlled by the Company and Navitas Pty Ltd.

The Company's interest in the Joint Venture is accounted for in the financial statements using the equity method in accordance with AASB 11 Joint Arrangements and AASB 128 Investments in Associates and Joint Ventures. Details of equity accounted investments are set out in note 3.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 1 Summary of Significant Accounting Policies (continued)

#### (c) Income Tax

The Company is exempt from the payment of tax by virtue of section 50-5 of the *Income Tax Assessment Act 1997*. Accordingly, no provision for income tax liability or future income tax benefit has been included in the accounts.

#### (d) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

The Company is grouped with the parent entity for GST purposes and therefore the net GST receivable or GST payable is not reflected within these statements.

#### (e) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2021 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

### 2 Revenue

#### (a) Fees and charges

	2021	2020
	\$	\$
<b>Course fees and charges</b>		
Domestic students undergraduate	61,520,710	58,557,567
Onshore overseas students undergraduate	2,089,531	3,393,252
Continuing education	650,372	287,123
<b>Total course fees and charges</b>	<b>64,260,613</b>	<b>62,237,942</b>
<b>Non-course fees and charges</b>		
Student test fees	1,815,212	1,373,316
Student service fees	158,934	203,782
<b>Total non-course fees and charges</b>	<b>1,974,146</b>	<b>1,577,098</b>
<b>Total fees and charges</b>	<b>66,234,759</b>	<b>63,815,040</b>

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **2 Revenue (continued)**

##### **(b) Other revenue**

		<b>2021</b>	<b>2020</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
JobKeeper Payment Scheme		<b>1,825,900</b>	6,182,400
Service fee from joint venture	14(b)	<b>372,552</b>	408,022
Education and training revenue		-	790
Other income		<b>307</b>	4,826
<b>Total other revenue</b>		<b>2,198,759</b>	6,596,038

##### Accounting Policy

All revenue is stated net of the amount of goods and services tax (GST).

##### **(a) Course fees and charges**

The course fees and charges revenue relates to undergraduate programs and continuing education programs. The revenue is recognised over time as and when the course is delivered.

When tuition fees have been paid in advance, the Company recognises a contract liability until the services are delivered. These amounts are presented as Tuition fees advance receipts in the statement of financial position. There is no significant financing component as the period from when the student pays and the service is provided is less than 12 months and the consideration is not variable.

##### **(b) Non-course fees and charges**

Non-course fees and charges revenue relates to student test fees and service fees. Revenue is recognised either at a point in time or over time when the service is provided over a period.

##### **(c) JobKeeper Payment Scheme**

The Company treats operating grants received from the Australian Government entities as income when the Company has complied with all the eligibility criteria for the subsidy which includes payment of requisite salaries to the employees have been met at the reporting date.

##### **(d) Other revenue**

Other revenue relates to income from on-campus non-academic services. Revenue is recognised over time as and when the service is provided.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **3 Investments accounted for using the equity method**

In April 2015, the Company entered into a Joint Venture Agreement with Navitas Pty Ltd to form Western Sydney University International College Pty Ltd to operate an international college at Parramatta, New South Wales. The Company owns 50% of the entity.

##### **(a) Commitment and Contingent liability from joint venture entities**

There are no capital expenditure commitments and contingent liabilities arising from the Company's interest in the joint venture. There are no events identified after the reporting date that would have a material impact on the financial statements (2020: nil).

##### **(b) Unrecognised share of losses of joint venture or associate**

The Company has \$1,314,916 unrecognised share of losses from the joint venture with Navitas Pty Ltd (2020:\$74,832).

#### **Accounting Policy**

Under the equity method of accounting, the Company recognises its share of the profits and losses in the International College in the statement of comprehensive income.

The initial recognition of the investment in joint venture is recognised at cost, which includes the purchase price and any directly attributable expenditures necessary to obtain it. The carrying amount is adjusted to recognise the Company's share of the profit or loss of the International College after the date of acquisition.

Any shareholder loans, in substance, form a part of the Company's net investment in the joint venture and are taken into account when assessing the amount of any profits and losses recognised by the Company relating to its interest in the International College. Distributions received from the International College reduce the carrying amount of the investment. If the Company's share of losses from the joint venture equals or exceeds its interest in the joint venture, the Company discontinues recognising its share of further losses.

Details of loans and share of profits and losses from the joint venture are disclosed in note 14(c).

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **4 Expenses**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Employee related expense (including academic and non academic)</b>		
Salaries and wages	<b>22,743,420</b>	24,158,385
Superannuation	<b>2,702,344</b>	2,859,226
Leave	<b>1,808,179</b>	2,058,447
Payroll tax	<b>1,285,712</b>	1,559,218
Redundancies	<b>419,866</b>	-
Workers compensation	<b>239,009</b>	141,829
<b>Total employee related expenses</b>	<b>29,198,530</b>	30,777,105
<b>Fees for service</b>		
Testing fees	<b>755,220</b>	465,330
Temporary contract staff	<b>230,497</b>	114,548
Consultants	<b>171,879</b>	297,308
Study tours	<b>18,079</b>	158,615
Agent's commission	<b>(326,180)</b>	(714,603)
Other	<b>90,873</b>	291,674
<b>Total fees for service</b>	<b>940,368</b>	612,872
<b>Depreciation and amortisation</b>		
Fixtures and Fittings	<b>717,973</b>	1,149,018
Plant and equipment	<b>192,533</b>	192,891
<b>Total depreciation and amortisation</b>	<b>910,506</b>	1,341,909
<b>Impairment of assets</b>		
Bad and doubtful debts	<b>137,743</b>	1,116,118
Net loss on disposal of assets	<b>2,521</b>	-
<b>Total impairment of assets</b>	<b>140,264</b>	1,116,118
<b>Other expenses</b>		
Advertising, marketing and promotional expenses	<b>845,406</b>	531,953
Lease of low-value assets	<b>258,114</b>	363,191
Student expenses	<b>159,747</b>	99,561
Postage, printing, telephone & internet	<b>83,866</b>	130,107
Consumables and supplies	<b>30,790</b>	119,299
Utilities and cleaning	<b>25,151</b>	26,163
Travel and related staff development and training	<b>24,029</b>	17,704
Motor vehicle expenses	<b>9,933</b>	17,790
Minor equipment and furniture	<b>8,058</b>	12,834
Relocation expenses	<b>4,805</b>	14,530
Sundry expenses	<b>17,518</b>	17,582
<b>Total other expenses</b>	<b>1,467,417</b>	1,350,714

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **4 Expenses (continued)**

##### **(a) Impairment of assets**

The Company assesses impairment at the end of each reporting period. An impairment loss of \$150,000 was recognised in 2021 (2020: \$1,091,072) to reduce the carrying amount of the loan to the joint venture to nil. Debtor impairment accounting policy is disclosed under note 6 for trade and other receivables and note 14(d) for loans.

##### **(b) Change in estimates**

The Company has continued the improved methodology and policies which were adopted in 2020 for agent's commission accrual process. Historically, a blanket accrual rate was levied across all international students. This resulted in a decrease in agent's commission liability of \$659,577 which is reflected in the current year's expense (2020: \$1,327,855). Agents' commission liability is disclosed in note 8.

#### Accounting Policy

##### **Leases**

Lease payments, relating to short-term leases and low-value assets, are charged as expenses on a straight-line basis over the life of the lease term.

#### **5 Cash and cash equivalents**

		<b>2021</b>	<b>2020</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
Cash at bank and on hand		<b>26,875</b>	29,875
TCorp Investment Facility		<b>430,220</b>	430,116
Short term loan to parent entity	14(c)	<b>12,378,018</b>	12,040,998
<b>Total cash and cash equivalents in the statement of financial position and statement of cash flows</b>		<b>12,835,113</b>	12,500,989

#### Accounting Policy

For statement of cash flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Included in the cash and cash equivalents above is a short term loan to parent which is payable at call and used for operating cash flow purposes.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 6 Trade and other receivables

	2021	2020
Note	\$	\$
Trade receivables	309,677	49,201
Student receivables	78,259	184,932
Less: allowance for expected credit losses	6(a) (27,619)	(104,419)
<b>Net student and trade receivables</b>	<b>360,317</b>	<b>129,714</b>
Accrued revenue	53,088	644,588
<b>Total current trade and other receivables</b>	<b>413,405</b>	<b>774,302</b>

#### Accounting Policy

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for expected credit losses. The Company's standard terms of trade receivables is 14 days from the date of recognition. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

For trade receivables the Company applies a simplified approach in calculating expected credit losses (ECL). Therefore, the Company does not track changes in credit risk but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience which is adjusted for forward-looking factors specific to the debtors and the economic environment. The amount of provision is recognised in the statement of comprehensive income.

Refer to note 14(d) for policies on the classification of loans and receivables.

#### (a) Provision for impairment of receivables

Set out below is the movement in the allowance for expected credit losses of trade receivables:

	2021	2020
	\$	\$
Opening balance as at 1 January	104,419	70,845
Provision / (recovery) for expected credit losses	(76,800)	43,874
Write-off	-	(10,300)
<b>Balance as at 31 December</b>	<b>27,619</b>	<b>104,419</b>

The creation and release of the provision for impaired receivables have been included in the statement of comprehensive income. Amounts charged to the provision account are generally written off when there is no expectation of recovering additional cash.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 7 Property, plant and equipment

##### (a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the financial year:

	<b>Fixtures and Fittings</b>	<b>Plant and Equipment</b>	<b>Artwork</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>At 1 January 2020</b>				
Cost	8,145,728	1,565,354	6,882	9,717,964
Accumulated depreciation	(5,865,082)	(664,023)	-	(6,529,105)
<b>Net book amount</b>	<b>2,280,646</b>	<b>901,331</b>	<b>6,882</b>	<b>3,188,859</b>
<b>Year ended 31 December 2020</b>				
Opening net book amount	2,280,646	901,331	6,882	3,188,859
Depreciation expense	(1,149,018)	(192,891)	-	(1,341,909)
<b>Closing net book amount</b>	<b>1,131,628</b>	<b>708,440</b>	<b>6,882</b>	<b>1,846,950</b>
<b>At 31 December 2020</b>				
Cost	8,145,728	1,565,354	6,882	9,717,964
Accumulated depreciation	(7,014,100)	(856,914)	-	(7,871,014)
<b>Net book amount</b>	<b>1,131,628</b>	<b>708,440</b>	<b>6,882</b>	<b>1,846,950</b>
<b>Year ended 31 December 2021</b>				
Opening net book amount	1,131,628	708,440	6,882	1,846,950
Disposals	-	-	(2,521)	(2,521)
Depreciation expense	(717,973)	(192,533)	-	(910,506)
<b>Closing net book amount</b>	<b>413,655</b>	<b>515,907</b>	<b>4,361</b>	<b>933,923</b>
<b>At 31 December 2021</b>				
Cost	8,145,728	1,565,354	4,361	9,715,443
Accumulated depreciation	(7,732,073)	(1,049,447)	-	(8,781,520)
<b>Net book amount</b>	<b>413,655</b>	<b>515,907</b>	<b>4,361</b>	<b>933,923</b>

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 7 Property, plant and equipment (continued)

##### (b) Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities are:

	2021	2020
	\$	\$
- no later than 1 year	-	21,747

#### Accounting Policy

##### (a) Measurement by Asset Class

Each class of property, plant and equipment is carried at cost as indicated less, where applicable, any accumulated depreciation and impairment losses.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

##### (b) Depreciation

Artwork is non-depreciable asset. Depreciation on other assets is calculated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use.

The estimated useful lives used for each class of depreciable asset are:

Class of Fixed Asset	Useful life
Audio Visual	3-10 years
Computer Equipment	3-4 years
Fixtures and Fittings	2-6 years
Other Equipment	3-10 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 8 Accrued expenses

	2021	2020
	\$	\$
<b>Current</b>		
Salary	731,310	973,749
Agents' commissions	723,185	1,348,991
Non-salary overheads	142,616	197,428
<b>Total accrued expenses</b>	<b>1,597,111</b>	<b>2,520,168</b>

#### Accounting Policy

Trade and other payables are carried at amortised cost and due to their short term nature these are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year, which are unpaid. The Company's standard terms of payment are 30 days from date of recognition.

#### 9 Provisions

	2021	2020
	\$	\$
<b>Current provisions expected to be settled within 12 months</b>		
Annual leave	1,265,890	1,316,147
Long service leave	357,000	321,000
	<b>1,622,890</b>	<b>1,637,147</b>
<b>Current provisions expected to be settled after more than 12 months</b>		
Annual leave	701,473	472,638
Long service leave	1,281,000	1,207,000
	<b>1,982,473</b>	<b>1,679,638</b>
<b>Total current provisions</b>	<b>3,605,363</b>	<b>3,316,785</b>
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Non-Current</b>		
Long service leave	1,432,000	1,500,000

#### **Amounts expected to be settled after more than 12 months**

The current provision for employee benefits includes accrued leave. The entire amount of the provision is presented as current since the Company does not have an unconditional right to defer settlement of any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The amounts reported above reflect leave that is not expected to be taken or paid within the next 12 months.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **9 Provisions (continued)**

##### Accounting Policy

Liabilities for short-term employee benefits including wages and salaries and non-monetary benefits are measured at the amount expected to be paid when the liability is settled, if it is expected to be settled wholly before 12 months after the end of the reporting period, and is recognised in other payables. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates payable.

The liability for long service leave and annual leave which is not expected to be settled wholly before 12 months after the end of the annual reporting period, is recognised in the provision for employee benefits and measured at the present value of expected future payments to be made when the liability is settled. Consideration is given to expected future wages and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash flows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it be classified as a non-current liability.

#### **10 Other liabilities**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Accrued taxes	<b>91,844</b>	838,845
Unearned revenue	<b>178,895</b>	94,220
<b>Total other liabilities</b>	<b>270,739</b>	933,065

#### **11 Issued Capital**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Ordinary shares	<b>1</b>	1
<b>Total contributed equity</b>	<b>1</b>	1

#### **12 Contingencies**

##### **Contingent Liabilities**

##### *Claims*

The Directors of the Company are not aware of the existence of any legal claims as at 31 December 2021 (2020: nil).

##### *Guarantees*

The Directors of the Company are not aware of any guarantees that are in place as at 31 December 2021 (2020: nil).

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **13 Key management personnel disclosures**

##### **(a) Responsible persons and executive officers**

The following persons were responsible persons and executive officers of Western Sydney University Enterprises Pty Limited during the financial year.

Dr Nicolene Murdoch - CEO

##### **(b) Board of Directors**

The following persons were Non-Executive Directors of Western Sydney University Enterprises Pty Limited during the financial year unless otherwise stated.

Ms Belinda Robinson (Chair - Independent)

Mr Angelo Kourtis (Deputy Chair)

Mr Ramy Aziz (Independent)

Professor Simon Barrie

Ms Caroline Hutchinson (Independent)

Professor Clare Pollock (commenced 01 July 2021)

Mr Robin Shreeve (Independent)

Professor Michele Simons

Associate Professor Simon Bedford (Alternate Director)

Mr Michael Burgess (Alternate Director)

##### **(c) Key management personnel compensation**

The total remuneration of independent Board members and Executives of the Company during the year are as follows:

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Short-term employee benefits	<b>363,294</b>	352,811
Post-employment benefits	<b>30,008</b>	29,432
<b>Total key management personnel compensation</b>	<b>393,302</b>	<b>382,243</b>

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **13 Key management personnel disclosures (continued)**

##### **(d) Other key management personnel transactions**

No other transactions were made with key management personnel during the year (2020: nil).

#### **14 Related Parties**

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

###### *(i) Entities exercising control over the Company:*

The parent entity, which exercises control over the Company, is Western Sydney University which wholly owns the Company.

###### *(ii) Joint Venture with Navitas Pty Ltd:*

Interests in the joint venture are set out in note 3.

##### **(b) Transactions with related parties**

The following transactions occurred with related parties:

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Purchase of goods and services</b>		
Purchase of catering services from parent and other related parties	-	7,791
<b>Other transactions</b>		
Royalty to parent entity	<b>35,853,988</b>	35,371,505
Payment of management fee to joint venture	<b>1,059,873</b>	4,078,412
Recoupment of commissions, salaries and other expenses from joint venture	<b>(786,323)</b>	(2,256,560)
Service fee from joint venture	<b>(372,552)</b>	(408,022)
Interest received on loan to joint venture	<b>(73,092)</b>	(78,310)
<b>Total</b>	<b>35,681,894</b>	36,707,025

#### **Accounting Policy**

The Company pays a royalty to the parent entity for access to the parent entity's intellectual property, infrastructure, premises and business services. The royalty is determined as 100% of the Company's operating surplus before royalty.

The Company remits to the joint venture management fee which represents the tuition fee collected by the parent entity. The parent entity has appointed the joint venture as a third party provider and the Company acts as an agent to transfer funds to the joint venture. The Company recovers the associated agents' commissions, teaching and other expenses at full cost from the joint venture. The Company receives a service fee from the joint venture for other services provided under the Third-Party and License Fee agreements. It also earns interest for the outstanding loan drawdown provided under Shareholders Deed. The service fee and loan interest are included in the statement of comprehensive income.

## Notes to the Financial Statements

### For the Year Ended 31 December 2021

#### 14 Related Parties (continued)

##### (c) Loans to/from related parties

	Note	2021 \$	2020 \$
<b>Loans to Parent</b>			
Beginning of the year		12,040,998	12,533,680
Loans advanced		9,617,758	16,900,886
Loan repayments received		(9,285,097)	(17,470,972)
Interest charged		4,359	77,404
<b>End of year</b>	5	<b>12,378,018</b>	<b>12,040,998</b>
<b>Loans to Joint Venture</b>			
Beginning of the year		-	1,091,072
Loans advanced		150,000	-
Share of profit of joint venture		-	-
Provision for expected credit loss		(150,000)	(1,091,072)
<b>End of year</b>		<b>-</b>	<b>-</b>

The Company has provided interest-bearing loans to related parties. The loan to the parent entity is included in Cash and cash equivalents in the statement of financial position. It is held to meet short-term cash commitments and redeemable on demand

Included in the loans to joint venture above is a total loan drawdown of \$2,500,000 as of 31 December 2021 (2020:\$2,350,000). These are not payable until all other debts and obligations of the joint venture are paid or adequately provided for out of existing and liquid assets. Interest is payable on the loans at the rate of the Reserve Bank of Australia's cash rate plus a margin of 3% and is payable quarterly in arrears.

The carrying amount of the loan to joint venture is adjusted to recognise the company's share of the profit or loss of the International College after the date of acquisition and provision for expected credit losses. The Company's assessment of expected credit losses considers the effects of COVID-19 pandemic on demand for services, restrictions on international travel and the impact that may have to the joint venture.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2021**

#### **14 Related Parties (continued)**

##### **(d) Outstanding balances**

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Current receivables (loans)		
Western Sydney University	<b>12,378,018</b>	12,040,998
Current receivables (provision of services)		
Western Sydney University International College Pty Ltd	<b>281,818</b>	498,817
<b>Total current receivables</b>	<b>12,659,836</b>	<b>12,539,815</b>
Current payables (purchase of services)		
Western Sydney University International College Pty Ltd	<b>293,869</b>	-
<b>Total current payables</b>	<b>293,869</b>	-

##### Accounting Policy

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Loans and receivables are included in current assets, except for those with maturities greater than 12 months after the end of the reporting period, which are classified as non-current assets.

##### **Impairment**

Impairment is determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

#### **15 Events Occurring After the Reporting Date**

No matters or circumstances have arisen since the end of the financial year which 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.

##### **End of Audited Financial Statements**



## INDEPENDENT AUDITOR'S REPORT

### Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College (the Company), which comprises the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies, and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act), and the Government Sector Finance Regulation 2018 (GSF Regulation)
- present fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## **Other Information**

The Company's annual report for the year ended 31 December 2021 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the Directors' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

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

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

## **Directors' Responsibilities for the Financial Statements**

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulation. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

A handwritten signature in dark ink, appearing to read 'D Daniels', with a stylized, cursive script.

David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

31 March 2022  
SYDNEY

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# **Western Sydney University Early Learning Limited**

**ABN: 39 155 993 445**

## **Financial Statements**

**For the Year Ended 31 December 2021**

## Western Sydney University Early Learning Limited

ABN: 39 155 993 445

### Directors' Declaration

In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

- (a) The Western Sydney University Early Learning Limited (the Company) financial statements presents fairly the Company's financial position as at 31 December 2021 and the financial performance and cash flows for the year then ended
- (b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, which include Australian Accounting Interpretations
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.



.....  
Susan Hudson  
Director



.....  
Darren Greentree  
Director

Dated 31 March 2022

# Western Sydney University Early Learning Limited

ABN: 39 155 993 445

## Statement of Comprehensive Income

For the year ended 31 December 2021

	Notes	2021 \$	2020 \$
<b>Revenue</b>			
Child Care Services	2	8,084,046	6,874,173
Interest	2	15,777	33,669
Other Income	2	272,308	1,317,606
<b>Total revenue</b>		<b>8,372,131</b>	<b>8,225,448</b>
<b>Expenses</b>			
Employee related expenses	3	(6,255,034)	(6,523,781)
Consumables and supplies	3	(243,845)	(392,213)
Depreciation	3	(21,074)	(21,074)
Other expenses	3	(456,049)	(548,843)
<b>Total expenses</b>		<b>(6,976,002)</b>	<b>(7,485,911)</b>
<b>Surplus / (deficit) for the year</b>		<b>1,396,129</b>	<b>739,537</b>
<b>Other comprehensive income for the year</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>1,396,129</b>	<b>739,537</b>

The accompanying notes form part of these financial statements.

# Western Sydney University Early Learning Limited

ABN: 39 155 993 445

## Statement of Financial Position

As at 31 December 2021

	Notes	2021 \$	2020 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	5,434,722	4,202,727
Trade and other receivables	5	16,339	6,825
<b>Total current assets</b>		<b>5,451,061</b>	<b>4,209,552</b>
<b>Non-current assets</b>			
Property, plant and equipment	6	147,518	168,592
<b>Total non-current assets</b>		<b>147,518</b>	<b>168,592</b>
<b>Total assets</b>		<b>5,598,579</b>	<b>4,378,144</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	7	706,494	769,107
Contract liabilities		264,209	320,774
Employee benefit provisions	8	600,749	681,265
<b>Total current liabilities</b>		<b>1,571,452</b>	<b>1,771,146</b>
<b>Non-current liabilities</b>			
Employee benefit provisions	8	150,000	126,000
<b>Total non-current liabilities</b>		<b>150,000</b>	<b>126,000</b>
<b>Total liabilities</b>		<b>1,721,452</b>	<b>1,897,146</b>
<b>Net assets</b>		<b>3,877,127</b>	<b>2,480,998</b>
<b>Equity</b>			
Retained earnings	9	3,877,127	2,480,998
<b>Total equity</b>		<b>3,877,127</b>	<b>2,480,998</b>

The accompanying notes form part of these financial statements.

# Western Sydney University Early Learning Limited

ABN: 39 155 993 445

## Statement of Changes in Equity For the year ended 31 December 2021

	Notes	Retained earnings \$	Total equity \$
<b>Balance at 1 January 2021</b>		<b>2,480,998</b>	<b>2,480,998</b>
<b>Comprehensive income for the year</b>			
Surplus / (deficit) for the year		1,396,129	1,396,129
<b>Other comprehensive income for the year</b>		-	-
<b>Total comprehensive income for the year</b>		<b>1,396,129</b>	<b>1,396,129</b>
<b>Balance at 31 December 2021</b>	9	<b>3,877,127</b>	<b>3,877,127</b>

		Retained earnings \$	Total equity \$
<b>Balance at 1 January 2020</b>		<b>1,741,461</b>	<b>1,741,461</b>
<b>Comprehensive income for the year</b>			
Surplus / (deficit) for the year		739,537	739,537
<b>Other comprehensive income for the year</b>		-	-
<b>Total comprehensive income for the year</b>		<b>739,537</b>	<b>739,537</b>
<b>Balance at 31 December 2020</b>	9	<b>2,480,998</b>	<b>2,480,998</b>

The accompanying notes form part of these financial statements.

## Western Sydney University Early Learning Limited

ABN: 39 155 993 445

### Statement of Cash Flows

For the year ended 31 December 2021

	Notes	2021 \$	2020 \$
<b>Cash flows from operating activities:</b>			
Receipts for services		7,972,643	5,924,082
Receipts from Government		385,853	2,609,908
Payments to suppliers and employees (inclusive of GST)		(7,142,278)	(7,306,045)
Interest received		15,777	33,669
<b>Net cash provided by operating activities</b>		<b>1,231,995</b>	<b>1,261,614</b>
<b>Cash flows from investing activities:</b>			
Payment for property, plant and equipment		-	-
<b>Net cash used in investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flows from financing activities:</b>			
<b>Net cash used in financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents held</b>		<b>1,231,995</b>	<b>1,261,614</b>
Cash and cash equivalents at the beginning of the year		4,202,727	2,941,113
<b>Cash and cash equivalents at the end of the financial year</b>	4	<b>5,434,722</b>	<b>4,202,727</b>

The accompanying notes form part of these financial statements.

# Western Sydney University Early Learning Limited

ABN: 39 155 993 445

## Notes to the Financial Statements

For the year ended 31 December 2021

### 1 Summary of significant accounting policies

Western Sydney University Early Learning Limited (the Company) is a not-for-profit company limited by guarantee and is a controlled entity of Western Sydney University. The Company was incorporated on 2 March 2012 and domiciled in Australia.

Its registered office is:

Western Sydney University Early Learning Limited  
Office of Governance Services, Building K10, Cnr Bourke Street and Londonderry Road, Richmond NSW 2753.

The principal place of business is:

Western Sydney University, Building K8 College Drive, Richmond NSW 2753.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years reported, unless otherwise stated.

The financial statements for the year ended 31 December 2021 were authorised for issue by the Board of Directors on 31 March 2022.

#### (a) Basis of preparation

The annual financial statements represent the audited general purpose financial statements of Western Sydney University Early Learning Limited. They have been prepared on an accrual basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets and financial liabilities. They have been prepared in accordance with:

- Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board

- *The Government Sector Finance Act 2018, and Government Sector Finance Regulation 2018*

These financial statements comply with Australian Accounting Standards - Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board.

#### (i) Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. All significant estimates or assumptions made in the financial statements have been explained in the accounting policy or subsequent notes.

#### (ii) Functional and presentation currency

The financial statements are presented in Australian dollars.

## **Notes to the Financial Statements**

**For the year ended 31 December 2021**

### **1 Summary of significant accounting policies (continued)**

#### **(b) Income tax exemption**

The Company is exempt from the payment of income tax by virtue of section 50-B of the Income Tax Assessment Act 1997. Accordingly, no provision for income tax liability or future income tax benefit has been included in the financial statements.

#### **(c) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of associated GST, except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the taxation authority, are presented as operating cash flows.

The Company is grouped with the parent entity for GST purposes and therefore the net GST receivable or GST payable is not reflected within these statements.

#### **(d) New accounting standards and interpretations**

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2021 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

## Notes to the Financial Statements

For the year ended 31 December 2021

### 2 Revenue

	2021 \$	2020 \$
<b>Child care services</b>		
Family fee revenue	7,858,586	5,553,656
Government payments	225,460	1,320,517
<b>Total child care services</b>	<b>8,084,046</b>	<b>6,874,173</b>
<b>Interest</b>		
Investment income	15,777	33,669
<b>Total interest</b>	<b>15,777</b>	<b>33,669</b>
<b>Other income</b>		
Government child care grants	160,393	141,891
JobKeeper payment scheme	-	1,147,500
Government traineeship funding	108,005	24,750
Related party services	3,910	3,465
<b>Total other revenue</b>	<b>272,308</b>	<b>1,317,606</b>
<b>Total revenue</b>	<b>8,372,131</b>	<b>8,225,448</b>

#### Accounting policy

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as discussed below. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

Revenue is recognised for the major business activities as follows:

#### (i) Child care services

Revenue from child care services is recognised when services have been provided to the customer, the customer has accepted the services and collectability of the related receivables is probable.

During 2021 the Company received government support payments totalling \$225,460 (2020: \$1,325,517) as part of the COVID-19 support plan.

#### (ii) Investment income

Interest income is recognised using the effective interest method.

#### (iii) Other income

The Company recognises Government child care grants from the Australian Government as income to the extent that performance obligations have been met at reporting date.

The Company received the JobKeeper payment for the period covering 3 April 2020 to 20 July 2020 following which the JobKeeper payment scheme ended for the child care industry.

## Notes to the Financial Statements

For the year ended 31 December 2021

### 3 Expenses

	2021 \$	2020 \$
<b>Employee related expenses</b>		
Salaries and wages	4,945,151	4,957,972
Superannuation	502,695	474,042
Payroll tax	245,326	396,008
Worker's compensation	206,975	236,053
Annual and long service leave	351,668	451,224
Other	3,219	8,482
<b>Total employee related expenses</b>	<b>6,255,034</b>	<b>6,523,781</b>
<b>Depreciation</b>		
Plant and equipment	21,074	21,074
<b>Total depreciation</b>	<b>21,074</b>	<b>21,074</b>
<b>Consumables and supplies</b>		
Consumables	229,295	380,275
Centre resources and supplies	14,550	11,938
<b>Total consumables and supplies</b>	<b>243,845</b>	<b>392,213</b>
<b>Other expenses</b>		
Cleaning	190,501	187,796
Repairs and maintenance	104,103	39,934
Consulting	53,810	170,011
Staff development	37,589	22,121
Non-capitalised equipment	22,048	33,065
Printing	12,213	12,509
Advertising, marketing and promotional	1,546	39,820
Sundry expenses	34,239	43,587
<b>Total other expenses</b>	<b>456,049</b>	<b>548,843</b>

## Western Sydney University Early Learning Limited

ABN: 39 155 993 445

### Notes to the Financial Statements

For the year ended 31 December 2021

#### 4 Cash and cash equivalents

	2021	2020
	\$	\$
Cash at bank	262,332	602,573
Loan to parent entity	5,172,390	3,600,154
<b>Total cash and cash equivalents in the statement of financial position and statement of cash flows</b>	<b>5,434,722</b>	<b>4,202,727</b>

For presentation purposes, Cash and cash equivalents include cash at bank and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

#### 5 Trade and other receivables

	2021	2020
	\$	\$
<b>Current</b>		
Trade receivables	17,894	10,443
less: allowance for credit loss	(1,555)	(3,618)
	<b>16,339</b>	<b>6,825</b>
<b>Total receivables</b>	<b>16,339</b>	<b>6,825</b>

##### Accounting Policy

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are due for settlement no more than 30 days for debtors. They are presented as current assets unless collection is not expected for more than 12 months after reporting date.

For trade receivables the Company applies a general approach in calculating expected credit losses. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, provision is made for credit losses from default events that are possible within the next 12 months.

## Notes to the Financial Statements

For the year ended 31 December 2021

### 6 Property, plant and equipment

#### (a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant and equipment \$	Total \$
<b>Year ended 31 December 2021</b>		
Balance at the beginning of the year	168,592	168,592
Depreciation	(21,074)	(21,074)
<b>Balance at the end of the year</b>	<b>147,518</b>	<b>147,518</b>

#### (b) Measurement by Asset Class

Each class of property, plant and equipment is carried at cost less any accumulated depreciation and impairment losses.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

#### (c) Depreciation

Depreciation on plant and equipment is calculated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. These gains and losses are included in the statement of comprehensive income.

### 7 Trade and other payables

	2021 \$	2020 \$
<b>Current</b>		
Trade payables	18,720	20,671
Enrolment deposits	331,434	338,633
Accrued expenses	74,445	141,097
Other payables	281,895	268,706
<b>Total trade and other payables</b>	<b>706,494</b>	769,107

#### Accounting Policy

Trade and other payables are carried at amortised cost and due to their short term nature they are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period, which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

## Notes to the Financial Statements

For the year ended 31 December 2021

### 8 Employee benefit provisions

	2021	2020
	\$	\$
<b>Current</b>		
<b>Employee benefits</b>		
Annual leave	298,749	300,265
Long service leave	302,000	381,000
<b>Total current provisions</b>	<b>600,749</b>	<b>681,265</b>
<b>Non-current</b>		
<b>Employee benefits</b>		
Long service leave	150,000	126,000
<b>Total non-current provisions</b>	<b>150,000</b>	<b>126,000</b>
<b>Total employee benefit provisions</b>	<b>750,749</b>	<b>807,265</b>

#### Accounting Policy

Liabilities for short-term employee benefits such as wages and salaries including non-monetary benefits, expected to be settled wholly within 12 months after the end of the reporting period, are measured at the amounts expected to be paid when the liabilities are settled, and are recognised in other payables.

The liability for long service leave and annual leave which is not expected to be settled within 12 months after the end of the reporting period, is recognised in the provision for employee benefits and measured at the present value of expected future payments to be made when the liability is settled. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case, it would be classified as a non-current liability.

## Western Sydney University Early Learning Limited

ABN: 39 155 993 445

### Notes to the Financial Statements

For the year ended 31 December 2021

#### 9 Retained earnings

	2021	2020
	\$	\$
Retained earnings at 1 January	2,480,998	1,741,461
Surplus / (deficit) for the year	1,396,129	739,537
Balance at 31 December	3,877,127	2,480,998

#### 10 Key management personnel disclosures

##### (a) Responsible persons and executive officers

The following persons were responsible persons and executive officers of Western Sydney University Early Learning Limited during the financial period.

Mrs Angie Atkinson - General Manager

##### (b) Board of Directors

The following persons were non-executive directors of Western Sydney University Early Learning Limited during the financial period.

Susan Hudson - Chair

Ellen Brackenreg

Darren Greentree

Michele Simons

Jane McMaster

Linda Newman

Anna Cody

##### (c) Remuneration of Board Members

	2021	2020
	Number	Number
Remuneration of Board Members		
Nil to \$9,999	3	2
Total number of board members remunerated	3	2

Total Board member remuneration for the financial period was \$13,200 (2020: \$9,100).

## Notes to the Financial Statements

For the year ended 31 December 2021

### 11 Commitments

#### Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities are:

	2021	2020
	\$	\$
- no later than 1 year	-	2,083
Total	-	2,083

### 12 Related Parties

#### (a) Entities exercising control over the Company

The ultimate parent entity of the Company is Western Sydney University.

#### (b) Transactions with related parties

Transactions are between the Company and the ultimate parent entity unless otherwise stated.

	2021	2020
	\$	\$
<b>Related party income</b>		
Discount funding	333,995	300,961
Interest received	15,777	33,669
Other services	3,910	3,465
<b>Total related party income</b>	<b>353,682</b>	<b>338,095</b>
<b>Related party expenses</b>		
Resources	-	47,150
Catering charges	374	-
<b>Total related party expenses</b>	<b>374</b>	<b>47,150</b>
<b>Related party loans</b>		
Loan to parent entity	5,172,390	3,600,154
<b>Total related party loans</b>	<b>5,172,390</b>	<b>3,600,154</b>

#### Accounting policy

Loans are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The loan to parent entity is included in Cash and Cash equivalents in the Statement of Financial Position.

### 13 Economic dependency

The Company is economically dependent on Western Sydney University for the provision of accommodation for each centre and operational support activities.

## **Western Sydney University Early Learning Limited**

ABN: 39 155 993 445

### **Notes to the Financial Statements**

**For the year ended 31 December 2021**

#### **14 Contingencies**

The Company had no contingent liabilities at 31 December 2021.

#### **15 Events occurring after the reporting date**

No matters or circumstances have arisen since the end of the financial period which 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.



## INDEPENDENT AUDITOR'S REPORT

### Western Sydney University Early Learning Limited

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of Western Sydney University Early Learning Limited (the Company) which comprises the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a summary of significant accounting policies, and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the Government Sector Finance Regulation 2018 (GSF Regulation)
- presents fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## **Directors' Responsibilities for the Financial Statements**

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

6 April 2022  
SYDNEY

# Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

## Financial statements

**For the year ended 31 December 2021**

These financial statements of the Whitlam Institute within Western Sydney University Limited (the Company) are presented as an individual entity. The financial statements are presented in Australian currency.

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

Whitlam Institute within Western Sydney University Limited  
Western Sydney University  
Building EZ, Parramatta Campus  
Cnr James Ruse Dr & Victoria Rd  
Rydalmere NSW 2116

Registered postal address is:

Whitlam Institute within Western Sydney University Limited  
Locked Bag 1797  
Penrith NSW 2751

A description of the nature of the Company's operations and its principal activities is included in the director's report which is not part of these financial statements.

These financial statements were authorised for issue by the directors on 18 February 2022. The directors have the power to amend and reissue the financial statements.

## **Whitlam Institute within Western Sydney University Limited**

**ABN: 50 100 342 309**

## **Director's report**

**For the year ended 31 December 2021**

The directors present their report on Whitlam Institute Within Western Sydney University Limited (the Company) for the financial year ended 31 December 2021.

### **Directors**

The names of each person who has been a director during the year and to the date of this report are:

The Hon. John Faulkner  
Ms Patricia Amphlett OAM  
Prof. Barney Glover AO  
Ms Gabrielle Trainor AO  
Mr Talal Yassine OAM - ceased 2 February 2021  
Ms Catherine Dovey  
Mr Cameron Clyne  
Dr Rebecca Huntley - ceased 2 February 2021  
The Hon Peter Collins AM QC  
Ms Rebecca Mifsud - ceased 21 November 2021  
Mr Kim Williams AM - commenced 27 July 2021  
The Hon. Rose Jackson - commenced 27 July 2021  
The Hon. Justice Michael Lee - commenced 22 November 2021

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

### **Company secretary**

Ms Shubha Devadasen held the position of Company Secretary for the whole of the financial year and to the date of this report.

### **Principal activities and significant changes in nature of activities**

The principal activity of the Company is to manage the Company and to act as Trustee of the Whitlam Institute Within Western Sydney University Trust. The main function of the Company is fundraising in support of the University, and the effective management control of all Trust funds held within the Whitlam Institute Trust account.

The Whitlam Institute works as an educator, policy influencer and research institute. The Institute bridges the historical legacy of the late Gough Whitlam's years in public life and the contemporary relevance of the Whitlam Program to public discourse and policy. It links policies with people - connecting communities with the decisions and policies that affect their lives. The Whitlam Institute is guided by the 'three great aims' that drove the Whitlam Program of 1972. They are to promote equality, to involve the people of Australia in the decision-making processes of our land, and to liberate the talents and uplift the horizons of the Australian people.

The Whitlam Institute supports Western Sydney University development by working with schools to bring knowledge to life in the community. In a range of practical ways we make scholarship relevant to everyday lives. We are inspired by the E.G Whitlam Prime Ministerial Collection which represents the life's work of an Australian statesman who has pursued his convictions with a constant commitment to community engagement and a determination to put words into action.

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

### **Review of operations**

The surplus of the Company amounted to \$ NIL (2020: \$ NIL).

### **Dividends**

No dividend is paid or payable since the commencement of the financial year and up to and including the date of signing this report (2020: \$ nil).

### **Events after the reporting date**

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

### **Future developments**

Future developments are not expected to significantly affect the future operations of the Company.

## **Director's report**

**For the year ended 31 December 2021**

### **Environmental matters**

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory.

### **Information on directors**

The Hon. John Faulkner

Experience

BA, DipEd (Macquarie). Chair.

Appointed as Director 8 March 2011. Senator the Hon. John Faulkner was a Labor Senator for New South Wales from 1989 to 2015. Since his election to the Senate in 1989, Senator Faulkner has held a number of ministries, serving as Minister for Veterans' Affairs, Minister for Defence Science and Personnel, Minister for the Environment, Sport and Territories, Cabinet Secretary, Special Minister of State and Minister for Defence. He served as Leader of the Opposition in the Senate from 1996 to 2004. He has also held a range of senior positions within the Australian Labor Party, including National President of the party, twenty years as a member of its National Executive and nine years as Assistant General Secretary of the New South Wales Branch. Senator Faulkner is well versed in, and passionate about the history of the Australian Labor Party. Prior to his political career, Senator Faulkner worked as a teacher of children with severe disabilities.

Ms Patricia Amphlett OAM

Experience

Non-Executive.

Appointed as Director 29 June 2010. Patricia Amphlett OAM was until recently the Federal President of the Media, Entertainment and Arts Alliance, a position she has held since 2002. With a succession of hits and as a long standing member of the Bandstand Family, she established herself as a prominent force in the Australian music industry. Her musical talents are credited with many industry awards including Best Female Singer, Most Popular Female Performer, TV Logie for Best Teenage Personality and a succession of Gold Records. A definite 'all rounder' in the music and entertainment industry, Ms Amphlett's talent spans a broad spectrum from writing, producing and performing shows for children, and hosting charity and corporate events. She maintains a high profile in the music industry, with many live performances at Festivals, Corporate Events, Clubs and Television shows. Ms Amphlett has a strong commitment to music education. She is a consultant for the NSW Government's Talent Development Project. She is a member of the Board of the National Film & Sound Archives.

## Director's report

For the year ended 31 December 2021

### Information on directors (continued)

Prof. Barney Glover AO

PhD (Applied Mathematics), MSc, BSc (Honours), Dip Ed (Melbourne), MAICD. Non-Executive.

Experience

Appointed as Director 1 Jan 2014. Professor Barney Glover has been the Vice-Chancellor and President of Western Sydney University since he commenced in this role on 1 January 2014. Professor Glover is an accomplished academic leader and experienced Vice-Chancellor. Previously Vice-Chancellor at Charles Darwin University from 2009 to 2013, he has a long record of success in university management and leadership, particularly in research, intellectual property management and major capital development projects. Before relocating to the Northern Territory in 2009 Professor Glover was the Deputy Vice-Chancellor, Research at the University of Newcastle. Prior to this, he held several positions at Perth's Curtin University of Technology including Pro Vice-Chancellor, Research and Development. He has a strong research publication record and has co-authored four texts in mathematics education. Before his appointment at Curtin Professor Glover held a number of positions at the University of Ballarat in Victoria. Professor Glover holds a PhD in Applied Mathematics and has worked on both the east and west coasts of Australia. In January 2019, Professor Glover was appointed an Officer of the Order of Australia (AO) for distinguished service to tertiary education, to professional associations, and to cultural organisations.

Ms Gabrielle Trainor AO

LLB (Melbourne). Non-Executive.

Experience

Appointed as Director 29 June 2010. Ms Gabrielle Trainor is a non-executive director and advisor. Her chair and director roles have spanned organisations in urban development, transport, education, public interest law, tourism, culture and sport. She was a founding partner and co-owner of specialist consultancy John Connolly & Partners and over 25 years advised large listed companies on the management of major transactions and significant issues across stakeholder groups including in capital markets, government, NGO's and other influencers. Ms Trainor is a member of the board of Leighton Contractors (advisory board), a director of the Barangaroo Delivery Authority, Business Events Sydney, Cape York Group, the Aurora Education Foundation and is a trustee of the Charlie Perkins Education Trust. She is a member of the board of trustees of Western Sydney University. She is Chair of the National Film and Sound Archive and Chair of Barnardo's Australia. She co-chaired the 2012 Federal Government review of the Australia Council for the Arts. She has had a long term involvement in indigenous affairs, including as director of Cape York Partnerships and a member of the Victorian Government's Aboriginal Economic Development Group which reported in 2010. Ms Trainor was educated as LLB at the University of Melbourne and was awarded a 1986 Churchill Fellowship. She studied in the USA and UK, including as a visiting scholar at Stanford University. She is an Honorary Associate in the Graduate School of Government at Sydney University and a Fellow of the Australian Institute of Company Directors.

## **Director's report**

**For the year ended 31 December 2021**

### **Information on directors (continued)**

Mr Talal Yassine OAM - ceased  
2 February 2021

Experience

BA Lib (Macquarie), Master of Laws (Sydney), MBA (Deakin). Non-Executive.

Appointed as Director 8 October 2010. Mr Talal Yassine OAM is an experienced lawyer, banker and Non-Executive Director. After 10 years at PricewaterhouseCoopers as a Director and strategist, he joined investment firm Babcock & Brown Ltd in the Corporate Finance Group and later in the Technical Real Estate Division. Later he held leadership positions in Better Place Australia and is currently the Managing Director of Crescent Wealth. Mr Yassine currently serves on the Board of Australia Post, Sydney Ports, the Whitlam Institute, The Australian Multicultural Council and as Deputy Chairman of the Gulf Australia Business Council. He has also served on the Board of Macquarie University; and as the Deputy Chairman of a government regulator, and as Chairman as Platinum Sound Pty Ltd. Mr Yassine holds a Master of Laws, a Master of Business Administration which was focused on international business strategy, as well as holding degrees in law and diplomas from the AICD and UNE in directorship. In November 2012, he was appointed as a Professorial Fellow at the Crawford School of Public Policy, at the Australian National University. On Australia Day 2010, he was awarded a Medal of the Order of Australia (OAM) for his service to business and to the community through a range of education.

Ms Catherine Dovey

Experience

BA (UNSW), Dip Ed (Sydney Teacher College). Non-Executive.

Catherine Dovey worked in the New South Wales public service in public policy formulation and administration. Her roles include an early period as a probation and parole officer with the NSW Corrections system and later as a member of the parole Board of NSW. In the interim she served in a variety of positions at Sydney Water. Catherine graduated from the University of New South Wales as a Bachelor of Arts and with a Diploma of Education from the then Sydney Teachers' College. Catherine has always reflected a spirited engagement with community and education issues which included serving a decade as a Board member of the International Grammar School.

Mr Cameron Clyne

Experience

BA (Sydney). Non-Executive.

Cameron Clyne is currently Chairman of Camel Partners, a private advisory firm and the Camel Foundation. He is a director of SANZAAR Pty Ltd; Western Sydney University Foundation; Camp Quality; a Patron of Western Sydney Leadership Dialogue, and an Adjunct Professor at the WSU Business School. Cameron was Group Chief Executive Officer of National Australia Bank (NAB) from January 2009 until August 2014. He was also Chairman of Clydesdale Bank in the United Kingdom and a Director of the Bank of New Zealand. Prior to NAB Cameron was a Partner at PricewaterhouseCoopers (PwC). He worked in their Sydney, Melbourne, San Francisco and New York offices. In 2008 he was named a Young Global Leader by the World Economic Forum.

## Director's report

For the year ended 31 December 2021

### Information on directors (continued)

Dr Rebecca Huntley - ceased 2 February 2021

Experience

LLB (UNSW), BA (Honors) (UNSW), PhD (USYD). Non-Executive.

Dr Rebecca Huntley is one of Australia's foremost researchers on social trends. She holds degrees in law and film studies and a PhD in gender studies. For nearly nine years, Rebecca was at the global research firm Ipsos. From 2006 until 2015, she was the Director of the Mind & Mood Report, Australia's longest-running social trends report. She is the author of numerous books, and was a feature writer for Australian Vogue, a columnist for BRW and the presenter of Drive on a Friday on Radio National. She is on the Artistic Advisory Board of the Bell Shakespeare Company and is an adjunct senior lecturer at the School of Social Sciences at The University of New South Wales. Rebecca is currently the Head of Research at Essential Media, an integrated research and communications agency in Australia and New Zealand. Her latest book, Still Lucky: why you should be optimistic about Australia and its people was published by Penguin in January 2017.

The Hon. Peter Collins AM QC

Experience

BA, LLB (SYD) FAIST. Non-Executive.

Peter Collins was Leader of the Opposition (and leader of the Parliamentary Liberal Party) for more than three years from April 1995, having previously been a senior Minister in the Greiner/Fahey Coalition Government. He delivered two budgets as Treasurer of NSW in 1993 and 1994 and served terms as the Minister for Health, Attorney General, Minister for State Development, Minister for the Arts and Minister for Consumer Affairs between 1988 and 1993. He was a member of the NSW Parliament for more than 22 years. Prior to entering Parliament, Peter was a Barrister and founding member of Edmund Barton Chambers. During the Whitlam Government, he was an ABCTV Journalist with This Day Tonight (now 7.30 Report); following which he was Policy Research Manager for the NSW Liberal Party. A keen Army and later Navy Reserve officer, he is the only former Minister - Federal or State- to see Active Service since 1945 with a 3 month deployment to IRAQ in 2007. He left the Navy as a Captain in 2012. Peter established and chaired Barton Deakin Government Relations 2009-17; has chaired several public sector boards; and, is Chairman of Industry Super Australia and Director of HOSTPLUS.

Ms Rebecca Mifsud - ceased 21 November 2021

Experience

BA, LLB (UNE). Non-Executive.

Rebecca Mifsud is an experienced employment lawyer and industrial relations advocate, with broad corporate and Trade Union experience. She worked for the Electrical Trades Union throughout the 1990's before moving to Corporate. She has previous Board experience and was a Member of the Board of Ausgrid for several years. She is currently a Manager at Sydney Water and resident in Western Sydney. She is and a mother of two, with a strong passion for public education.

## Director's report

For the year ended 31 December 2021

### Information on directors (continued)

Mr Kim Williams AM -  
commenced 27 July 2021  
Experience

B. Mus. (SYD), D. Litt. (H.C., Macquarie). Non-Executive.

Mr. Williams is currently on the University's Foundation Council and is an executive with a long association in the media industry. He was formerly the Chief Executive of News Corp Australia, FOXTEL, Fox Studios Australia, the Australian Film Commission, Southern Star Entertainment and Musica Viva Australia. He was also a former Senior Executive at the ABC. Mr. Williams has also held number of board positions and includes the Australian Film finance Corporation and the Sydney Opera house Trust. Mr. Williams applies his professional experience to advisory and teaching assignments. He was appointed as a member of in the Order of Australia in June 2006 for his services to the arts and public policy formulation in the film and television industries. He is a recipient of numerous awards and honours for his contribution to the arts and music community in Australia. Mr. Williams holds various Directorships and Chair positions with other organisations.

The Hon. Rose Jackson -  
commenced 27 July 2021  
Experience

BEc, LLB (SYD). Non-Executive.

Member of the Legislative Council Shadow Minister for Water, Housing and Homelessness Member of the Australian Labor Party Term of service expires 57th Parliament (03 Mar 2023). Ms. Rose Jackson is a serving Australian Labor Party politician for over 15 years and was appointed as a Member of the NSW Legislative Council in May 2019. Ms Jackson is a staunch unionist and prior to becoming the NSW Labor Assistant General Secretary in 2016, she worked as the national political coordinator for the United Voice trade union. Ms. Jackson's first political actions was as a high school student in the late 1990s, participating in walkouts and protests over the appalling racism of Pauline Hanson. She was the Women's officer of the University of Sydney SRC. Ms. Jackson claims to value social justice, equality and democracy. She is passionate about women's issues and feminist organising, actively participating in calling out sexism and sexual harassment. Ms. Jackson is a graduate from the University of Sydney with degrees in Law and Economics. Ms. Jackson claims to be a politician who 'challenges cynicism and apathy and wants to build trust and engagement in our political systems. Ms. Jackson's is President of Evatt foundation and National Executive member of Australian Labor Party.

## Director's report

For the year ended 31 December 2021

### Information on directors (continued)

The Hon. Justice Michael Lee -  
commenced 22 November 2021  
Experience

BA, LLB (SYD). Non-Executive.

Justice Michael Bryan Joshua Lee is a graduate in arts (political science) and law from the University of Sydney. He commenced work as a solicitor in 1989, was made a senior associate of the firm in 1992 and was appointed its youngest partner, in 1995. He eventually became a senior litigation partner and national practice group leader before coming to the New South Wales Bar in 2002. Justice Lee developed a nationwide and eclectic practice and acted in a very broad range of superior court matters. He took silk in 2011. His work includes both civil proceedings and in criminal matters and a number of high profile cases in the areas of building and construction disputes, insurance cases and employment law and workplace safety prosecutions. Additionally, he was briefed as leading counsel in a number of the most significant commercial actions in Australia. In this role, he was at the forefront of all of the developments with regard to class actions in recent years. He has been a regular presenter at seminars involving issues relating to class actions and litigation funding. He was also actively involved in a number of legally aided matters, pro bono and public interest cases. Justice Lee was appointed to the Federal Court of Australia in 2017 and is also an Additional Judge of the Supreme Court of the Australian Capital Territory. His Honour deals with matters at both first instance and on appeal. He is also a National Coordinating Judge in the Federal Court's Commercial and Corporations National Practice Area and also of the defamation work of the Court. His Honour is the section editor for the Australian Law Journal section on class actions and is a Fellow of the University of Melbourne. Justice Lee has also been long involved in the arts and was a director of the Bell Shakespeare Company.

## Director's report

For the year ended 31 December 2021

### Meetings of directors

During the financial year, 4 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
The Hon. John Faulkner	4	4
Ms Patricia Amphlett OAM	4	4
Prof. Barney Glover AO	4	3
Ms Gabrielle Trainor AO	4	4
Mr Talal Yassine OAM	-	-
Ms Catherine Dovey	4	3
Mr Cameron Clyne	4	4
Dr Rebecca Huntley	1	1
The Hon. Peter Collins AM QC	4	3
Ms Rebecca Mifsud	4	2
Mr Kim Williams AM	2	2
The Hon. Rose Jackson	2	2
The Hon. Justice Michael Lee	-	-

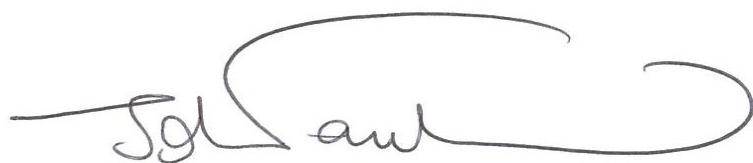
### Indemnification of Directors and Officers

Whitlam Institute within Western Sydney University Limited is insured externally and in line with Western Sydney University policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

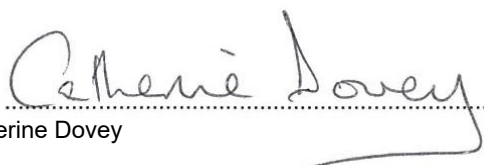
### Proceedings on behalf of company

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

Signed in accordance with a resolution of the Board of Directors'.



Director: .....  
The Hon. John Faulkner



Director: .....  
Ms Catherine Dovey

Dated 18 February 2022

**Whitlam Institute within Western Sydney University Limited**

**ABN: 50 100 342 309**

**Start of audited financial statements**

**Statement of comprehensive income**

**For the year ended 31 December 2021**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Revenue</b>		
Other revenue	-	-
<b>Total revenue</b>	-	-
<b>Expenses</b>		
Finance costs	-	-
<b>Total expenses</b>	-	-
<b>Surplus/(deficit) for the year</b>	-	-
Other comprehensive income for the year	-	-
<b>Total comprehensive income for the year</b>	-	-

The accompanying notes form part of these financial statements.

**Whitlam Institute within Western Sydney University Limited**

ABN: 50 100 342 309

**Statement of financial position**

As at 31 December 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	1	1
Total current assets		<u>1</u>	<u>1</u>
<b>Total assets</b>		<u>1</u>	<u>1</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		-	-
Total current liabilities		<u>-</u>	<u>-</u>
<b>Total liabilities</b>		<u>-</u>	<u>-</u>
<b>Net assets</b>		<u>1</u>	<u>1</u>
<b>EQUITY</b>			
Contributed equity	6	1	1
Retained earnings		-	-
<b>Total equity</b>		<u>1</u>	<u>1</u>

The accompanying notes form part of these financial statements.

## Statement of changes in equity

For the year ended 31 December 2021

	Contributed equity	Retained earnings	Total equity
	\$	\$	\$
<b>Balance at 1 January 2021</b>	<b>1</b>	<b>-</b>	<b>1</b>
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance at 31 December 2021</b>	<b>1</b>	<b>-</b>	<b>1</b>

	Contributed equity	Retained earnings	Total equity
	\$	\$	\$
<b>Balance at 1 January 2020</b>	<b>1</b>	<b>-</b>	<b>1</b>
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance at 31 December 2020</b>	<b>1</b>	<b>-</b>	<b>1</b>

The accompanying notes form part of these financial statements.

## Statement of cash flows

For the year ended 31 December 2021

	2021	2020
Note	\$	\$
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	-	-
<b>Net cash inflow/(outflow) from operating activities</b>	-	-
<b>Cash flows from investing activities</b>		
<b>Net cash (outflow)/inflow from investing activities</b>	-	-
<b>Cash flows from financing activities</b>		
<b>Net cash inflow/(outflow) from financing activities</b>	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	-	-
Cash and cash equivalents at beginning of year	1	1
<b>Cash and cash equivalents at end of year</b>	<b>1</b>	<b>1</b>

5

The accompanying notes form part of these financial statements.

## **Notes to the financial statements**

**For the year ended 31 December 2021**

Whitlam Institute within Western Sydney University Limited (the Company) is a not-for-profit controlled entity of Western Sydney University. The Company is a public company limited by guarantee, and is incorporated and domiciled in Australia.

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

The financial statements were authorised for issue by the Directors on 18 February 2022

### **1 Summary of Significant Accounting Policies**

#### **(a) Basis of Preparation**

The financial statements are general purpose financial statements which have been prepared on an accrual basis and in accordance with Australian Accounting Standards and Interpretations, the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*.

These financial statements comply with Australian Accounting Standards - Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board.

#### **(b) Revenue recognition**

The Company recognises revenue when it satisfies a performance obligation by transferring ownership of asset through sale of goods or satisfies the performance obligation by transferring the promised service. The payment is typically due when an invoice is generated and credit terms calculated.

#### **(c) Income tax exemption**

The Company is exempt from the payment of tax by virtue of section 50 B of the *Income Tax Assessment Act 1997*.

#### **(d) Foreign currency transactions and balances**

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the ultimate parent entity's functional and presentation currency.

## Notes to the financial statements

For the year ended 31 December 2021

### 1 Summary of Significant Accounting Policies (continued)

#### (e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office. In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the Australian Taxation Office, are presented as operating cash flows.

#### (f) Comparative amounts

Comparative figures have been reclassified and repositioned in the financial statements, where necessary, to conform with the basis of preparation and classification used in the current year.

#### (g) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2021 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

#### (h) Critical accounting estimates and judgments

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires Management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

There are no areas which involve a high degree of judgement or complexity or where assumptions and estimates are significant to the financial statements of the Company.

#### (i) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time for the financial year beginning 1 January 2021. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company:

### 2 Expenses

No expenses were paid by the ultimate parent entity on behalf of the Company during 2021 (2020: NIL).

### 3 Remuneration of Auditors

Full audit fees for 2021 are reflected in the books of the Whitlam Institute within Western Sydney University Trust and will be paid by the ultimate parent entity (2020: NIL).

## Notes to the financial statements

For the year ended 31 December 2021

### 4 Fair Value Measurement

Fair value measurements of balance sheet items are not categorised given the lack of any assets or liabilities as at 31 December 2021.

### 5 Cash and cash equivalents

	2021 \$	2020 \$
Cash at bank and in hand	1	1
<b>Total cash and cash equivalents in statement of financial position &amp; statement of cash flows</b>	<b>1</b>	<b>1</b>

#### (a) Accounting policy

For the statement of cash flow presentation purposes cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### 6 Contributed equity

	Shares		Total	
	2021 \$	2020 \$	2021 \$	2020 \$
Ordinary shares				
Fully paid	1	1	1	1
<b>Total contributed equity</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>

#### (a) Movements in ordinary share capital

There were no movements in contributed equity during the financial year.

### 7 Commitments

The Company had no commitments at 31 December 2021 (31 December 2020: nil).

### 8 Contingencies

The Company did not have any contingencies as at 31 December 2021 (31 December 2020: nil).

### 9 Key Management Personnel Disclosures

No remuneration has been paid to the key management personnel of the Company during the year (2020: nil).

### 10 Related party transactions

#### (a) Parent entity

The ultimate parent entity of the Company is Western Sydney University.

#### (b) Transactions with related parties

There were no transactions with related parties in 2021 (2020: nil).

### 11 Economic dependency

The Company is economically dependent on Western Sydney University for the provision of office accommodation and support activities.

**Whitlam Institute within Western Sydney University Limited**

**ABN: 50 100 342 309**

## **Notes to the financial statements**

**For the year ended 31 December 2021**

### **12 Events occurring after the reporting date**

No matters or circumstances have arisen since the end of the financial year which 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 (2020: nil).

**End of audited financial statements**

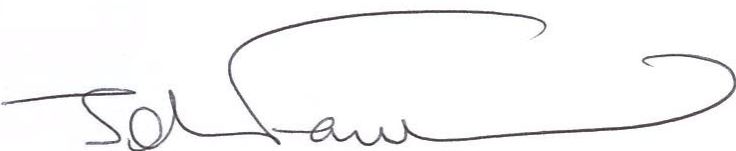
## Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

### Director's declaration

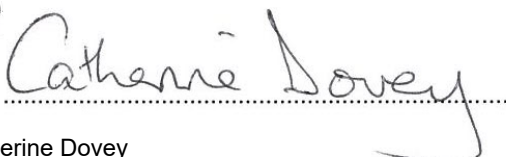
In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the Government Sector Finance Act 2018 (the Act), we state that to the best of our knowledge and belief:

- (a) The financial statements of Whitlam Institute within Western Sydney University Limited (the Company) present a true and fair view of the Company's financial position as at 31 December 2021 and the financial performance for the year ended.
- (b) The financial statements have been prepared in accordance with the provisions of the Act, the Government Sector Finance Regulation 2018, and other mandatory professional reporting requirements.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, which include Australian Accounting Interpretations.
- (d) We are not aware of any circumstances which would render any particulars in the financial statements to be misleading or inaccurate.
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due.



Director .....

The Hon. John Faulkner



Director .....

Ms Catherine Dovey

Dated 18 February 2022



## INDEPENDENT AUDITOR'S REPORT

### Whitlam Institute within Western Sydney University Limited

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of Whitlam Institute within Western Sydney University Limited (the Company), which comprises the Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information and the Director's Declaration.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- presents fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## **Other Information**

The Company's annual report for the year ended 31 December 2021 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the Director's Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

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

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

## **Directors' Responsibilities for the Financial Statements**

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

A handwritten signature in dark ink, appearing to read 'D Daniels'.

David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

22 February 2022  
SYDNEY

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# Whitlam Institute Within Western Sydney University Trust

ABN: 42 247 216 279

## Financial Statements

### For the Year Ended 31 December 2021

These financial statements of the Whitlam Institute Within Western Sydney University Trust (the Trust) are presented as an individual entity. The financial statements are presented in Australian currency.

The registered office and principal place of business of the Whitlam Institute Within Western Sydney University Trust is:

Whitlam Institute Within Western Sydney University Trust

Western Sydney University

Building EZ, Parramatta Campus

Cnr James Ruse Dr & Victoria Rd

Rydalmere NSW 2116

Registered postal address is:

Whitlam Institute Within Western Sydney University Trust

Locked Bag 1797

Penrith NSW 2751

A description of the nature of the Trust's operations and its principal activities is included in the Trustees' Report which is not part of these financial statements.

These financial statements were authorised for issue by the Trustees' on 18 February 2022. The Trustees have the power to amend and reissue the financial statements.

## **Whitlam Institute Within Western Sydney University Trust**

**ABN: 42 247 216 279**

### **Trustees' report**

**For the year ended 31 December 2021**

The Trustees present their report on Whitlam Institute Within Western Sydney University Trust for the financial year ended 31 December 2021.

#### **Trustees**

The Whitlam Institute Within Western Sydney University Limited (referred to hereafter as the Trustee Company) has been appointed as the Trustee of the Trust. The following persons have been directors of the Trustee Company during the financial year and to the date of this report:

The Hon. John Faulkner  
Ms Patricia Amphlett OAM  
Prof. Barney Glover AO  
Ms Gabrielle Trainor AO  
Mr Talal Yassine OAM - ceased 2 February 2021  
Ms Catherine Dovey  
Mr Cameron Clyne  
Dr Rebecca Huntley - ceased 15 February 2021  
The Hon. Peter Collins AM QC  
Ms Rebecca Mifsud - ceased 21 November 2021  
Mr Kim Williams AM - commenced 27 July 2021  
The Hon. Rose Jackson - commenced 27 July 2021  
The Hon. Justice Michael Lee - commenced 22 November 2021

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

#### **Principal Activities and significant changes in nature of activities**

There were no significant changes in the nature of the Trust's activities during the year.

The Whitlam Institute Within Western Sydney University Trust exists to support (through the provision of money, property or benefits) Western Sydney University, specifically the work of the Whitlam Institute with respect to the Whitlam Prime Ministerial Collection and the Institute's research, educational and policy activity.

## Whitlam Institute Within Western Sydney University Trust

ABN: 42 247 216 279

### Trustees' report

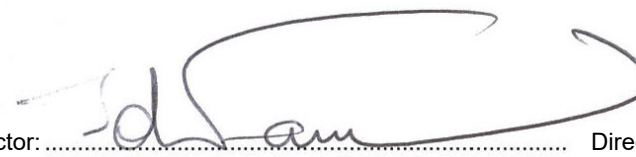
For the year ended 31 December 2021

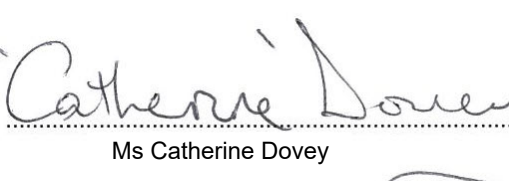
#### Meetings of trustees

During the financial year, 4 meetings of trustees (including committees of trustees) were held. Attendances by each trustee during the year were as follows:

	Trustees Meetings	
	Number eligible to attend	Number attended
The Hon. John Faulkner	4	4
Ms Patricia Amphlett OAM	4	4
Prof. Barney Glover AO	4	3
Ms Gabrielle Trainor AO	4	4
Mr Talal Yassine OAM	-	-
Ms Catherine Dovey	4	3
Mr Cameron Clyne	4	4
Dr Rebecca Huntley	1	1
The Hon. Peter Collins AM QC	4	3
Ms Rebecca Mifsud	4	2
Mr Kim Williams AM	2	2
The Hon. Rose Jackson	2	2
The Hon. Justice Michael Lee	-	-

This report is made in accordance with a resolution of the Trustees.

Director:   
The Hon. John Faulkner

Director:   
Ms Catherine Dovey

Dated 18 February 2022

**Statement of comprehensive income**  
**For the Year Ended 31 December 2021**

	Notes	2021 \$	2020 \$
<b>Revenue</b>			
Donations	2	<b>454,000</b>	208,539
Other income	2	<b>39,597</b>	10,571
<b>Total revenue</b>		<b>493,597</b>	219,110
<b>Expenses</b>			
Contribution to ultimate parent entity	3	<b>(145,026)</b>	(84,154)
Bank charges	3	<b>(63)</b>	(61)
<b>Total expenses</b>		<b>(145,089)</b>	(84,215)
<b>Surplus for the year</b>		<b>348,508</b>	134,895
<b>Other comprehensive income for the year</b>		-	-
<b>Total comprehensive income for the year</b>		<b>348,508</b>	134,895
<b>Comprehensive income for the year attributable to</b>			
Non - controlling interest		-	-
The parent		<b>348,508</b>	134,895
<b>Total comprehensive income for the year</b>		<b>348,508</b>	134,895

The accompanying notes form part of these financial statements.

## **Statement of financial position**

**As at 31 December 2021**

	<b>Notes</b>	<b>2021</b> <b>\$</b>	<b>2020</b> <b>\$</b>
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	<b>906,961</b>	957,300
Amount owed from ultimate parent entity		<b>322,290</b>	7,597
Total current assets		<b>1,229,251</b>	964,897
<b>Non-current assets</b>			
Property, plant and equipment	6	<b>1,244,900</b>	1,244,900
Total non-current assets		<b>1,244,900</b>	1,244,900
<b>Total assets</b>		<b>2,474,151</b>	2,209,797
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Amount owed to Ultimate Parent Entity		-	84,154
Total current liabilities		-	84,154
<b>Total liabilities</b>		-	84,154
<b>Net assets</b>		<b>2,474,151</b>	2,125,643
<b>TRUST FUNDS</b>			
Settled fund		1	1
Reserves	7	<b>541,140</b>	541,140
Retained earnings	8	<b>1,933,010</b>	1,584,502
<b>Total trust funds</b>		<b>2,474,151</b>	2,125,643

The accompanying notes form part of these financial statements.

**Whitlam Institute Within Western Sydney University Trust****ABN: 42 247 216 279****Statement of changes in equity****For the Year Ended 31 December 2021**

	<b>Settled fund</b>	<b>Retained earnings</b>	<b>Reserves</b>	<b>Total Equity</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2021</b>	1	1,584,502	541,140	<b>2,125,643</b>
Surplus / (deficit) for the year	-	<b>348,508</b>	-	<b>348,508</b>
<b>Total comprehensive income for the year</b>	-	<b>348,508</b>	-	<b>348,508</b>
<b>Balance at 31 December 2021</b>	<b>1</b>	<b>1,933,010</b>	<b>541,140</b>	<b>2,474,151</b>

	<b>Settled fund</b>	<b>Retained earnings</b>	<b>Reserves</b>	<b>Total Equity</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2020</b>	1	1,449,607	541,140	1,990,748
Surplus / (deficit) for the year	-	134,895	-	134,895
<b>Totoal comprehensive income for the year</b>	-	134,895	-	134,895
<b>Balance at 31 December 2020</b>	<b>1</b>	<b>1,584,502</b>	<b>541,140</b>	<b>2,125,643</b>

The accompanying notes form part of these financial statements.

## **Statement of cash flows**

**For the Year Ended 31 December 2021**

	<b>2021</b>	<b>2020</b>
<b>Notes</b>	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	<b>139,307</b>	207,426
Payments to suppliers and employees	<b>(229,243)</b>	(61)
Investment income	<b>39,597</b>	11,323
<b>Net cash provided by operating activities</b>	<b>(50,339)</b>	218,688
<b>Cash flows from investing activities</b>		
<b>Net cash provided by investing activities</b>	-	-
<b>Cash flows from financing activities</b>		
<b>Net cash provided by financing activities</b>	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(50,339)</b>	218,688
Cash and cash equivalents at beginning of year	<b>957,300</b>	738,612
<b>Cash and cash equivalents at end of year</b>	<b>906,961</b>	957,300

5

The accompanying notes form part of these financial statements.

## **Notes to the financial statements**

### **For the Year Ended 31 December 2021**

Whitlam Institute Within Western Sydney University Trust (the Trust) is a not-for-profit controlled entity of Western Sydney University. The Trustee of the Trust is Whitlam Institute within Western Sydney University Limited (the Trustee). The Company is incorporated and domiciled in Australia.

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

The financial statements were authorised for issue by the Directors on 18 February 2022.

#### **1 Summary of Significant Accounting Policies**

##### **(a) Basis of Preparation**

The financial statements are general purpose financial statements which have been prepared on an accrual basis and in accordance with Australian Accounting Standards and Interpretations, the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*.

These financial statements comply with Australian Accounting Standards - Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board.

##### **(b) Income tax exemption**

The Trust is exempt from the payment of tax by virtue of section 50 B of the Income Tax Assessment Act 1997. Accordingly no provision for income tax liability or future income tax benefit has been included in the accounts.

##### **(c) Government grants**

Income from government grants is recognised when the Trust satisfies its obligations under the grant.

Income from grants without sufficiently specific performance obligations is recognised when the Trust obtains control over the grant.

##### **(d) Trade receivables**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

Collectability of trade receivables is reviewed on an ongoing basis. For trade receivables the Trust applies a simplified approach in calculating expected credit losses ("ECLs"). Therefore, the Trust does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Trust has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

##### **(e) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included with other receivables or payables in the statement of financial position.

## **Notes to the financial statements**

**For the Year Ended 31 December 2021**

### **1 Summary of Significant Accounting Policies (continued)**

#### **(e) Goods and Services Tax (GST) (continued)**

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the Australian Taxation Office, are presented as operating cash flows.

#### **(f) Comparative amounts**

Comparative information is presented consistent with the previous year unless otherwise stated.

#### **(g) New accounting standards and interpretations**

Certain new accounting standards and interpretations have been issued but are not mandatory for 31 December 2021 reporting periods and have not been early adopted in the financial statements. The Trust's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Trust.

#### **(h) Critical accounting estimates and judgments**

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Trust's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including expectations of future events that may have a financial impact on the Trust and that are believed to be reasonable under the circumstances.

The areas involving significant estimations and assumptions are disclosed in note 6 Property, Plant and Equipment. The Trust measures the carrying value of the Whitlam Collection at fair value with changes in fair value going through other comprehensive income. The Trust engages an independent valuation specialist to estimate fair value.

#### **(i) Adoption of new and revised accounting standards**

The Trust has adopted all standards which became effective for the first time for the financial year beginning 1 January 2021. The adoption of these standards has not caused any material adjustments to the current year and comparative reported financial position, performance or cash flow of the Trust.

## Notes to the financial statements

For the Year Ended 31 December 2021

### 2 Revenue

	2021 \$	2020 \$
<b>Revenue recognised under AASB 1058</b>		
Donations	454,000	208,539
<b>Total revenue</b>	<b>454,000</b>	<b>208,539</b>
<b>Other income</b>		
Interest	-	4,354
Distributions from T-Corp	39,597	6,217
<b>Total other income</b>	<b>39,597</b>	<b>10,571</b>
<b>Total revenue and other income</b>	<b>493,597</b>	<b>219,110</b>

#### (a) Accounting policy

The Trust recognises revenue when it satisfies a performance obligation by transferring ownership of asset through sale of goods or satisfies the performance obligation by transferring the promised service. The payment is typically due when an invoice is generated and credit terms are calculated.

Revenue is recognised for the major business activities as follows:

#### (i) Donations, Scholarships and Prizes

Donations with no restrictions are recognised in income immediately when the Trust is entitled to the funds in accordance with AASB 1058.

Donations with donor-imposed restrictions to deliver cash scholarship payments to third parties are recognised as financial liabilities on the statement of financial position in accordance with AASB9.

#### (ii) Event income

Event income is generally recognised as income in the year of receipt when services are rendered and substantially complete.

#### (iii) Investment income

Income is recognised as (a) the interest income is earned and is recorded using the effective interest method. Dividend revenue is recognised when the dividend is declared and the right to receive payment is established, (b) it is probable that the economic benefits associated with the dividend will flow to the entity; and (c) the amount of the dividend can be measured reliably.

All other material revenue is accounted for on an accrual basis.

## Notes to the financial statements

### For the Year Ended 31 December 2021

#### 3 Expenses

	2021 \$	2020 \$
Contribution to ultimate parent entity	145,026	84,154
Bank charges	63	61
<b>Total expenses</b>	<b>145,089</b>	<b>84,215</b>

#### 4 Remuneration of Auditors

Audit fees of \$18,040 (including GST) for 2021 (2020: \$17,875) will be paid by the ultimate parent entity.

#### 5 Cash and cash equivalents

	2021 \$	2020 \$
Cash at bank and on hand	10,807	11,643
T-Corp IM Cash Fund Investments	896,154	945,657
<b>Total cash and cash equivalents in statement of financial position &amp; statement of cash flows</b>	<b>906,961</b>	<b>957,300</b>

##### (a) Accounting Policy

For the statement of cash flows presentation purposes cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash at bank is interest bearing and cash on hand is non-interest bearing.

## Notes to the financial statements

For the Year Ended 31 December 2021

### 6 Property, plant and equipment

#### At 1 January 2020

	Library \$	Total \$
Valuation	1,244,900	1,244,900
Net book amount	1,244,900	1,244,900

#### Year ended 31 December 2020

Opening net book amount	1,244,900	1,244,900
Revaluation surplus	-	-
Additions	-	-
Closing net book amount	1,244,900	1,244,900

#### At 31 December 2020

Valuation	1,244,900	1,244,900
Net book amount	1,244,900	1,244,900

#### Year ended 31 December 2021

Opening net book amount	1,244,900	1,244,900
Revaluation surplus	-	-
Additions	-	-
Closing net book amount	1,244,900	1,244,900

#### At 31 December 2021

Valuation	1,244,900	1,244,900
Net book amount	1,244,900	1,244,900

#### (a) Accounting policy

Property, plant and equipment consists only of the Whitlam Collection and is not depreciated given the nature of its contents.

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the statement of comprehensive income.

#### Whitlam Collection

Assets comprising the Whitlam Collection have been donated to the Trust. Market valuations have been obtained from an independent valuer to determine the fair value of the collection in accordance with AASB 13 Fair Value Measurement and AASB116 Property, Plant and Equipment. The Whitlam Collection was revalued in 2019 in accordance with the ultimate parent entity three year revaluation cycle. The Trust received a letter from its valuer advising that the carrying value of the Whitlam Collection materially represents its fair value as 31 December 2021.

Increases in the carrying amounts arising on revaluation of the Whitlam Collection are recognised in other comprehensive income and accumulated in equity under the heading of revaluation surplus. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset class are also recognised in other comprehensive income to the extent of the remaining reserve attributable to the asset class. All other decreases are charged to the income statement.

## **Notes to the financial statements**

### **For the Year Ended 31 December 2021**

#### **7 Reserves**

	2021	2020
	\$	\$
Revaluation surplus - property, plant and equipment	541,140	541,140
	<u>541,140</u>	<u>541,140</u>

#### **Movements**

	2021	2020
	\$	\$
Revaluation surplus - property, plant and equipment		
Balance 1 January	541,140	541,140
Revaluation - gross	-	-
Balance 31 December	<u>541,140</u>	<u>541,140</u>

#### **(a) Nature and purpose of reserves**

(i) Revaluation surplus - property, plant and equipment

The property, plant and equipment revaluation reserve is used to record increments and decrements on the revaluation of non-current assets, as described in note 6(a).

#### **8 Retained earnings**

Movements in retained earnings were as follows:

	2021	2020
	\$	\$
Balance as at 1 January	1,584,502	1,449,607
Surplus for the year	348,508	134,895
Trust distributions for the year	-	-
Balance as at 31 December	<u>1,933,010</u>	<u>1,584,502</u>

#### **9 Commitments**

The Trust had no commitments at 31 December 2021 (31 December 2020: nil).

#### **10 Contingencies**

The Trust did not have any contingencies at 31 December 2021 (31 December 2020: nil).

## **Notes to the financial statements**

### **For the Year Ended 31 December 2021**

#### **11 Key Management Personnel Disclosures**

##### **(a) Names of responsible persons and executive officers**

The following persons were responsible persons and executive officers of Whitlam Institute Within Western Sydney University Trust during the financial year:

##### **(i) Names of Responsible Persons**

Mr Eric Sidoti

All responsible persons of the Trust are employees of Western Sydney University (parent entity) and are not remunerated by either the parent entity or the Trust for their executive responsibilities.

##### **(ii) Names of Executive Officers**

The Hon. John Faulkner (Chair)

Ms Patricia Amphlett OAM

Prof. Barney Glover AO

Ms Gabrielle Trainor AO

Mr Talal Yassine OAM - ceased 2 February 2021

Ms Catherine Dovey

Mr Cameron Clyne

Dr Rebecca Huntley - ceased 15 February 2021

The Hon. Peter Collins AM QC

Ms Rebecca Mifsud - ceased 21 November 2021

Mr Kim Williams AM - commenced 27 July 2021

The Hon. Rose Jackson - commenced 27 July 2021

The Hon. Justice Michael Lee - commenced 22 November 2021

All executive officers of the Trust are not employees of Western Sydney University (parent entity) except for Prof. Barney Glover and are not remunerated by either the parent entity or the Trust for their executive responsibilities.

## **Notes to the financial statements**

### **For the Year Ended 31 December 2021**

#### **12 Related party transactions**

##### **(a) Parent entity**

The Trustee of the Trust is Whitlam Institute within Western Sydney University Limited. The ultimate parent entity of the Trustee and the Trust is Western Sydney University.

##### **(b) Transactions with related parties**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Matched Donations from the Ultimate Parent Entity	<b>(8,610)</b>	<b>(7,418)</b>

##### **(c) Receivables and (payables) with related parties**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Amount owed from ultimate parent entity	<b>322,290</b>	<b>7,597</b>
Amount owed to ultimate parent entity	<b>-</b>	<b>(84,154)</b>

#### **13 Economic dependency**

The Trust is economically dependent on the Western Sydney University for the provision of office accommodation and support activities.

#### **14 Events occurring after the reporting date**

Subsequent to the reporting date, the \$322k receivable was received from the parent on 18 January 2022.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years (2020: nil).

END OF AUDITED FINANCIAL STATEMENTS


## Whitlam Institute Within Western Sydney University Trust

ABN: 42 247 216 279

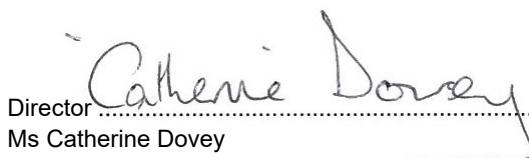
### Trustees' declaration

In accordance with a resolution of the Trustee Company, the Whitlam Institute within Western Sydney University Limited, pursuant to section 7.6 of the Government Sector Finance Act 2018 (the Act), we state that to the best of our knowledge and belief:

- (a) The financial statements of Whitlam Institute Within Western Sydney University Trust (the Trust) present a true and fair view of the Trust's financial position as at 31 December 2021 and the financial performance for the year ended.
- (b) The financial statements have been prepared in accordance with the provisions of the Act, the Government Sector Finance Regulation 2018, and other mandatory professional reporting requirements.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, which include Australian Accounting Interpretations.
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate.
- (e) There are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due.



Director .....  
The Hon. John Faulkner



Director .....  
Ms Catherine Dovey

Dated 18 February 2022



## INDEPENDENT AUDITOR'S REPORT

### Whitlam Institute within Western Sydney University Trust

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of the Whitlam Institute within Western Sydney University Trust (the Trust), which comprises the Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information and the Trustees' Declaration.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- presents fairly the Trust's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Trust in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## **Other Information**

The Trust's annual report for the year ended 31 December 2021 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Trustees of the Trust are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprises the Trustees' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

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

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

## **Trustees' Responsibilities for the Financial Statements**

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and the GSF Regulations. The Trustees' responsibility also includes such internal control as the Trustees determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Trust's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Trust carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

A handwritten signature in dark ink, appearing to read 'D Daniels'.

David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

22 February 2022  
SYDNEY

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# Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

## Financial Statements

For the Year Ended 31 December 2021

These financial statements are of Western Growth Developments (Westmead) Pty Ltd as an individual entity. The financial statements are presented in the Australian currency.

Western Growth Developments (Westmead) Pty Ltd (referred to hereafter as the Company) is a company limited by shares, incorporated and domiciled in Australia.

Its principal place of business is:

Hawkesbury Rd, Westmead NSW 2155

Its registered office is:

Western Sydney University

Building R1 Hawkesbury Campus

Londonderry Road, Richmond NSW 2753

A description of the nature of the Company's operations and its principal activities are included in the directors' report on pages 176 - 177, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 13 April 2022. The directors have the power to amend and reissue financial statements.

# Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

## Directors' Report

31 December 2021

The directors present their report on Western Growth Developments (Westmead) Pty Ltd for the financial year ended 31 December 2021.

### 1 General information

#### Directors

Mr Peter Pickering (Chair)  
Professor Barney Glover

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

#### Meetings of directors

During the financial year one meeting of directors was held.

#### Company secretary

Ms Shubha Devadasen has been the Company Secretary since 1 September 2021. Prior to this the position was held by Ms Helen Fleming.

#### Principal activities

Western Growth Developments (Westmead) Pty Ltd was incorporated on 5 April 2018 to pursue its charitable purpose of promoting scholarship, research, free inquiry, the interaction of research and teaching, and academic excellence, beginning in Greater Western Sydney.

The principal activities of the Company for the promotion of its object are:

- a) act as a co-developer in respect of the Westmead Project;
- b) use and operate its interest in the completed Westmead Project to generate rental income;
- c) undertake other development activities in Greater Western Sydney in the furtherance of Western Sydney University's strategic plan for its campuses for future sustainability and growth.

# Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

## Directors' Report

31 December 2021

### 2 Other items

#### Significant changes in state of affairs

During 2020, the Company divested its 50% interest in the lease of Stage 1 of Lot 2 under the joint arrangement with Bieson Pty Limited. The Company remains a party to the joint arrangement as developer of Stage 1 of Lot 2. The Company has not divested any of its rights in relation to Stage 2 of Lot 2 or to Lot 3 of the development.

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

#### Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which 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.

#### Future developments and results

Future developments are not expected to significantly affect the future operations of the Company.

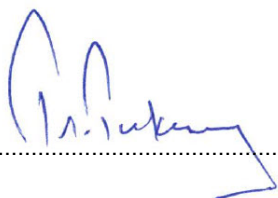
#### Environmental issues

The Company is subject to environmental regulations in respect of its land and building development activities.

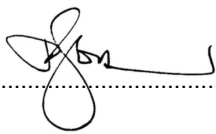
#### Insurance

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

Signed in accordance with a resolution of the Board of Directors:

Director:  .....

Mr Peter Pickering (Chair)

Director:  .....

Professor Barney Glover (Director)

Dated 13 April 2022

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Directors' Declaration

In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

(a) The Western Growth Developments (Westmead) Pty Ltd (the Company) financial statements presents fairly the Company's financial position as at 31 December 2021 and the financial performance and cash flows for the year then ended

(b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements

(c) The financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, which include Australian Accounting Interpretations

(d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate

(e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

Director .....  
Mr Peter Pickering (Chair)

Director .....  
Professor Barney Glover (Director)

Dated 13 April 2022

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Statement of Comprehensive Income For the Year Ended 31 December 2021

	Note	2021 \$	2020 \$
<b>Revenue</b>			
Revenue from contracts with customers	2	<b>31,923,937</b>	9,693,129
<b>Total revenue</b>		<b>31,923,937</b>	9,693,129
<b>Expenses</b>			
Development costs	3	<b>(26,633,502)</b>	(9,695,964)
Finance cost	3	<b>(2,232)</b>	(1,859)
Other expenses	3	<b>(103,118)</b>	(10,844)
<b>Total expenses</b>		<b>(26,738,852)</b>	(9,708,667)
<b>Surplus / (deficit) for the period</b>		<b>5,185,085</b>	(15,538)
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>5,185,085</b>	(15,538)
<b>Comprehensive income attributable to:</b>			
Non-controlling interest		-	-
Western Sydney University (the Parent)		<b>5,185,085</b>	(15,538)
<b>Total comprehensive income for the period</b>		<b>5,185,085</b>	(15,538)

The accompanying notes form part of these financial statements.

# Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

## Statement of Financial Position

As At 31 December 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	634,084	908,054
Trade and other receivables	5	288,484	236,129
Contract asset	6	4,619,004	-
<b>Total Current Assets</b>		<b>5,541,572</b>	<b>1,144,183</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	7	-	-
<b>Total Assets</b>		<b>5,541,572</b>	<b>1,144,183</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	8	166,133	37,915
Accrued expenses	9	29,750	5,707
Contract liability	10	-	1,021,264
<b>Total Current Liabilities</b>		<b>195,883</b>	<b>1,064,886</b>
<b>Non-Current Liabilities</b>			
Loan from parent entity	12(c)	189,725	108,418
<b>Total Non-Current Liabilities</b>		<b>189,725</b>	<b>108,418</b>
<b>Total Liabilities</b>		<b>385,608</b>	<b>1,173,304</b>
<b>Net Assets</b>		<b>5,155,964</b>	<b>(29,121)</b>
<b>EQUITY</b>			
Retained earnings		5,155,964	(29,121)
<b>Total Equity</b>		<b>5,155,964</b>	<b>(29,121)</b>

The accompanying notes form part of these financial statements.

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Statement of Changes in Equity

For the Year Ended 31 December 2021

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 January 2021</b>	(29,121)	(29,121)
Surplus / (deficit) for the period	5,185,085	5,185,085
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>5,185,085</b>	<b>5,185,085</b>
<b>Balance at 31 December 2021</b>	<b>5,155,964</b>	<b>5,155,964</b>

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 January 2020</b>	(13,583)	(13,583)
Surplus / (deficit) for the period	(15,538)	(15,538)
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>(15,538)</b>	<b>(15,538)</b>
<b>Balance at 31 December 2020</b>	<b>(29,121)</b>	<b>(29,121)</b>

The accompanying notes form part of these financial statements.

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Statement of Cash Flows

For the Year Ended 31 December 2021

	2021	2020
Note	\$	\$
<b>Cash flows from operating activities</b>		
Receipts from customers	2,605,890	1,661,340
Payments to suppliers including GST	(30,437,962)	(11,467,679)
Advances received for development project	27,558,102	10,714,393
<b>Net cash provided by / (used in) operating activities</b>	<b>(273,970)</b>	<b>908,054</b>
<b>Cash flows from investing activities</b>		
<b>Net cash used in investing activities</b>	<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>		
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents held</b>	<b>(273,970)</b>	<b>908,054</b>
Cash and cash equivalents at beginning of year	908,054	-
<b>Cash and cash equivalents at end of financial year</b>	<b>634,084</b>	<b>908,054</b>
4		

The accompanying notes form part of these financial statements.

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

### **1 Summary of Significant Accounting Policies**

Western Growth Developments (Westmead) Pty Ltd is a not-for-profit company limited by shares and is a controlled entity of Western Sydney University. The Company is incorporated and domiciled in Australia.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years reported unless otherwise stated.

#### **(a) Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, Accounting Interpretations, the *Government Sector Finance Act 2018* and the *Government Sector Finance Regulation 2018*.

The financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue by the Directors of the Company on 13 April 2022

##### **i. Critical accounting estimates**

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in preparation of the financial statements have been explained in the accounting policy notes or subsequent notes.

##### **ii. Foreign currency translations and balances**

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

#### **(b) Basis for consolidation**

##### **Interest in Joint Arrangements**

AASB 11 *Joint Arrangements* defines a joint arrangement as an arrangement of which two or more parties have joint control and classifies these arrangements as either joint ventures or joint operations.

Western Growth Developments (Westmead) Pty Ltd has determined that it has joint operations.

##### **Joint operations**

The Company's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated into the financial statements under the appropriate headings. Details of the joint operations are set out in note 11.

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

### **1 Summary of Significant Accounting Policies**

#### **(c) Income tax exemption**

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

#### **(d) Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the financial statements are shown inclusive of GST.

Cash flows are presented on a gross basis. The GST components of cash arising from investing or financing activities, which are recoverable or payable to the taxation authority, are presented as operating cash flows.

The Company has been grouped with the parent entity for GST purposes effective 1 January 2019 and therefore the net GST receivable or GST payable as of 31 December 2021 is not reflected with these statements.

#### **(e) Insurance**

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

#### **(f) New Accounting Standards and Interpretations**

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2021 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 2 Revenue from contracts with customers

	2021	2020
	\$	\$
Development services	31,923,937	9,693,129
<b>Total revenue</b>	<b>31,923,937</b>	<b>9,693,129</b>

##### Accounting Policy

Revenue is recognised under AASB 15 Revenue from Contracts with Customers. The Company has enforceable rights to payment arising from the progress of development services, and the properties have no alternative use due to contractual restrictions.

The Company has elected to adopt the input method to recognise revenue to the extent of expenditure incurred based upon percentage of completion.

Management reviews information including progress towards completion, risks and opportunities and the related changes in estimates of revenues and costs.

Our estimation of variable consideration and inclusion of estimated costs in the determination of transaction price are based on anticipated performance and historical, current and forecast information that is reasonably available. We estimate transaction price to the extent it is probable that a significant reversal of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is resolved.

#### 3 Expenses

	2021	2020
	\$	\$
<b>Development costs</b>		
Construction costs	26,633,502	9,695,964
<b>Total development costs</b>	<b>26,633,502</b>	<b>9,695,964</b>
<b>Finance costs</b>		
Interest on loan from parent	2,232	1,859
<b>Total finance costs</b>	<b>2,232</b>	<b>1,859</b>
<b>Other expenses</b>		
External audit costs	35,293	5,707
Consulting fees	37,772	4,850
Legal fees	30,053	-
Sundry expenses	-	287
<b>Total other expenses</b>	<b>103,118</b>	<b>10,844</b>
<b>Total expenses</b>	<b>26,738,852</b>	<b>9,708,667</b>

##### Accounting Policy

Construction costs are recognised in the accounting period in which the services are rendered, and is in line with revenue recognition.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 4 Cash and cash equivalents

	2021	2020
	\$	\$
Cash at bank and on hand	634,084	908,054
<b>Total cash and cash equivalents in statement of financial position and statement of cash flows</b>	<b>634,084</b>	<b>908,054</b>

#### Accounting Policy

For Statement of Cash Flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of six months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### 5 Trade and other receivables

	2021	2020
	\$	\$
Other receivables	288,484	236,129
<b>Total trade and other receivables</b>	<b>288,484</b>	<b>236,129</b>

#### Accounting Policy

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 30 days.

### 6 Contract asset

	2021	2020
	\$	\$
Amounts due from customers for construction contracts	4,619,004	-
<b>Total current contract assets</b>	<b>4,619,004</b>	<b>-</b>

#### Accounting Policy

Calculated as the difference between cash received and total revenue recognised for the period.

Collectability of contract assets is reviewed on an ongoing basis. The Company measures the loss allowance at an amount equal to lifetime expected credit loss (ECL). The ECL is estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

When a contract asset is uncollectable the amount of the loss is recognised in the statement of comprehensive income within impairment of assets. Subsequent recoveries of amounts previously written off are credited to other revenue in the statement of comprehensive income.

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 7 Property, plant and equipment

##### (a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period:

	Construction in Progress \$	Total \$
<b>Period ended 31 December 2020</b>		
Balance at 1 January 2020	48,050	48,050
Additions	9,647,914	9,647,914
Disposals	(9,695,964)	(9,695,964)
<b>Balance at 31 December 2020</b>	-	-
<b>Year ended 31 December 2021</b>		
Balance at 1 January 2021	-	-
Additions	-	-
Disposals - written down value	-	-
<b>Balance at 31 December 2021</b>	-	-

##### Accounting Policy

Property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

During 2020 the Company divested its interest in the Westmead development as co-owner of Stage 1 of Lot 2.

##### (b) Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities is as follows.

	2021 \$	2020 \$
Within one year	6,944,665	34,791,118
<b>Net book value</b>	<b>6,944,665</b>	<b>34,791,118</b>

The above amounts are for capital expenditure on joint operations.

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 8 Trade and other payables

	2021	2020
	\$	\$
Trade payables	166,133	37,915
<b>Total trade and other payables</b>	<b>166,133</b>	<b>37,915</b>

##### Accounting policy

Trade and other payables are carried at amortised cost and due to their short term nature, they are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period, which are unpaid.

#### 9 Accrued expenses

	2021	2020
	\$	\$
External audit costs	22,000	5,707
Consulting fees	7,750	-
<b>Total accrued expenses</b>	<b>29,750</b>	<b>5,707</b>

##### Accounting Policy

Accrued expenses represent liabilities for goods and services provided to the Company prior to the end of the financial year. The carrying amounts are considered to be the same as the fair value due to their short-term nature.

#### 10 Contract liability

	2021	2020
	\$	\$
Amounts due to customers for construction contracts	-	1,021,264
<b>Total contract liabilities</b>	<b>-</b>	<b>1,021,264</b>

##### Accounting Policy

Income received in advance representing the difference between revenue recognised and cash received from PFA is recognised as a contract liability and released to income as performance conditions are met.

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 11 Joint operations

##### *Joint operations*

In 2018 the Company entered into a project management agreement with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Custodian) and Charter Hall Development Services Pty Ltd (as Development Manager) to develop land and building on Lots 2 and 3 at Westmead. The Company and Bieson Pty Limited (Bieson) were granted a 125-year ground lease by Western Sydney University to carry out the development. The development is currently at Stage 1 of Lot 2.

During 2020 the Company and Bieson divested their interests in the lease of Stage 1 of Lot 2 and appointed Charter Hall Nominees Pty Limited (as Trustee for the PFA Westmead Trust) (PFA) to take the lease on practical completion of the development of Stage 1 of Lot 2. Per the development agreement PFA is to fund the costs of development up to \$100,021,095 which is the development amount and loan facility limit. The Company has not divested any of its rights in relation to Stage 2 of Lot 2 or to Lot 3 of the development.

The Company and Bieson each have a 50% interest in the development and will share equally in the project expenses, assets, liabilities and income. With respect to Stage 1 of Lot 2 the equal sharing ceases when the leasehold right is granted to PFA upon practical completion.

Due to decision making being shared equally, and the equal sharing of costs and output, the Company has determined this to be a jointly controlled operation.

Name of joint operation	Nature of relationship	Principal place of business	Ownership interest/ voting rights held	
			2021 %	2020 %
Westmead land and building development	Jointly controlled operation with Bieson Pty Limited	Westmead NSW	50.00	50.00

The assets and liabilities employed in the above jointly controlled operations, including the Company's share of any assets and liabilities held jointly, are detailed below. The amounts are included in the financial statements under their respective categories.

	2021 \$	2020 \$
<b>Statement of Financial Position</b>		
Cash and cash equivalents	634,084	908,054
Trade and other receivables	288,483	236,129
Trade and other payables	(166,133)	(37,915)
<b>Total assets and liabilities</b>	<b>756,434</b>	<b>1,106,268</b>

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 12 Related Parties

(a) **Parent entity**

The ultimate parent entity of the Company is Western Sydney University.

(b) **Other related parties**

A member of the parent entity Board of Trustees chairs a number of subsidiaries of the Charter Hall Group. In particular, property related transactions involving the Company have occurred where the counterparty is a subsidiary of the Charter Hall Group for which the Board member is chair.

(c) **Loans to/from related parties**

	2021	2020
	\$	\$
<b>Loan from Parent</b>		
Beginning of the year	(108,418)	(55,983)
Loan advanced	(79,075)	(50,576)
Interest charged	(2,232)	(1,859)
<b>End of year</b>	<b>(189,725)</b>	<b>(108,418)</b>

Accounting Policy

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

(d) **Outstanding balances**

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2021	2020
	\$	\$
<b>Non-current liabilities (loans)</b>		
Western Sydney University	(189,725)	(108,418)
<b>Total non-current liabilities</b>	<b>(189,725)</b>	<b>(108,418)</b>

## Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 13 Key Management Personnel Disclosures

##### (a) Names of responsible persons and board members

The following persons were both responsible persons and board members of Western Growth Developments (Westmead) Pty Ltd during the financial year.

Mr Peter Pickering (Chair)  
Professor Barney Glover

All responsible persons and board members are employees of the parent entity and are not remunerated by the Company for their executive responsibilities.

#### 14 Cash Flow Information

##### (a) Non-cash financing and investing activities

The Company had non-cash investing and financing transactions during the financial year that are not reflected in the statement of cash flows. These are included in the statement of financial position.

	2021	2020
	\$	\$
Loan from parent	(81,307)	(52,435)
Capital works in progress paid via loan facility from parent	-	39,789
<b>Total non-cash financing and investment activities</b>	<b>(81,307)</b>	<b>(12,646)</b>

#### 15 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Western Growth Developments (Westmead) Pty Ltd, the results of those operations, or the state of affairs of the Company in future financial years.



## INDEPENDENT AUDITOR'S REPORT

### Western Growth Developments (Westmead) Pty Ltd

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of Western Growth Developments (Westmead) Pty Ltd (the Company), which comprises the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes comprising a Summary of Significant Accounting Policies and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- presents fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

#### Other Information

The Company's annual report for the year ended 31 December 2021 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprises the Directors' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

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

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

## **Directors' Responsibilities for the Financial Statements**

The Directors of the Company are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

14 April 2022  
SYDNEY

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# Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

## Financial Statements

For the Year Ended 31 December 2021

These financial statements are of Western Growth Developments (Innovation Hub Parramatta) Pty Ltd as an individual entity. The financial statements are presented in the Australian currency.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd (referred to hereafter as the Company) is a company limited by shares, incorporated and domiciled in Australia.

Its principal place of business is:

6 Hassall Street  
Parramatta NSW 2150

Its registered office is:

Western Sydney University  
Building R1 Hawkesbury Campus  
Londonderry Road, Richmond NSW 2753

A description of the nature of the Company's operations and its principal activities are included in the directors' report on pages 196 - 197, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 13 April 2022. The directors have the power to amend and reissue financial statements.

# Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

## Directors' Report

31 December 2021

The directors present their report on Western Growth Developments (Innovation Hub Parramatta) Pty Ltd for the financial year ended 31 December 2021.

### 1. General information

#### Directors

Mr Peter Pickering (Chair)  
Professor Barney Glover

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

#### Meetings of directors

During the financial year two meetings of directors were held.

#### Company secretary

Ms Shubha Devadasen has been the Company Secretary since 1 September 2021. Prior to this the position was held by Ms Helen Fleming.

#### Principal activities

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd was incorporated on 4 June 2018 to pursue its charitable purpose of promoting scholarship, research, free inquiry, the interaction of research and teaching, and academic excellence, beginning in Greater Western Sydney.

The principal activities of the Company for the promotion of its object are:

- a) act as a co-developer in respect of the Parramatta Project;
- b) use and operate its interest in the completed Parramatta Project to generate rental income;
- c) sell, lease, license, mortgage, charge or otherwise deal with the Land; and
- d) undertake other development activities in Greater Western Sydney in the furtherance of Western Sydney University's strategic plan for its campuses for future sustainability and growth.

### 2. Other items

#### Significant changes in state of affairs

In September 2020, the Company divested its 50% interest in land under the joint arrangement with Bieson Pty Limited to Ausco Unity 2 Pty Limited (Ausco). The Company remains a party to the joint arrangement in a development capacity.

The development achieved practical completion in June 2021, following which in October 2021 Ausco settled the remainder of the development amount.

## Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

### Directors' Report

31 December 2021

#### 2. Other items (continued)

##### Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which 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.

##### Future developments and results

Future developments are not expected to significantly affect the future operations of the Company.

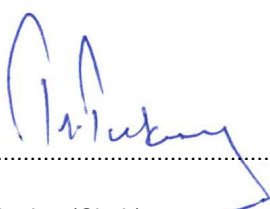
##### Environmental issues

The Company is subject to environmental regulations in respect of its land and building development activities.

##### Insurance

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

Signed in accordance with a resolution of the Board of Directors:

Director:   
Mr Peter Pickering (Chair)

Director:   
Professor Barney Glover (Director)

Dated 13 April 2022

## Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

### Directors' Declaration

In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

- (a) The Western Growth Developments (Innovation Hub Parramatta) Pty Ltd (the Company) financial statements presents fairly the Company's financial position as at 31 December 2021 and the financial performance and cash flows for the year then ended
- (b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, which include Australian Accounting Interpretations
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

Director .....

Mr Peter Pickering (Chair)

Director .....

Professor Barney Glover (Director)

Dated 13 April 2022

# Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

## Statement of Comprehensive Income For the Year Ended 31 December 2021

	Note	2021 \$	2020 \$
<b>Revenue</b>			
Revenue from contracts with customers	2	<b>46,901,122</b>	58,929,646
<b>Total revenue</b>		<b>46,901,122</b>	58,929,646
<b>Expenses</b>			
Property and development costs	3	<b>(32,825,844)</b>	(58,372,403)
Finance costs	3	-	(668,366)
Other expenses	3	<b>(476,249)</b>	(140,267)
<b>Total expenses</b>		<b>(33,302,093)</b>	(59,181,036)
<b>Surplus / (deficit) for the period</b>		<b>13,599,029</b>	(251,390)
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>13,599,029</b>	(251,390)
<b>Comprehensive income attributable to:</b>			
Non-controlling interest		-	-
Western Sydney University (the Parent)		<b>13,599,029</b>	(251,390)
<b>Total comprehensive income for the period</b>		<b>13,599,029</b>	(251,390)

The accompanying notes form part of these financial statements.

# Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

## Statement of Financial Position

As At 31 December 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	22,232	527,251
Trade and other receivables	5	3,228,076	1,700,006
Contract asset	6	9,014,616	-
<b>Total Current Assets</b>		<b>12,264,924</b>	<b>2,227,257</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	7	-	-
<b>Total Non-Current Assets</b>		<b>-</b>	<b>-</b>
<b>Total Assets</b>		<b>12,264,924</b>	<b>2,227,257</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	8	139,725	9,648
Accrued expenses	9	68,949	32,512
Contract liability	10	-	3,727,876
<b>Total Current Liabilities</b>		<b>208,674</b>	<b>3,770,036</b>
<b>Total Liabilities</b>		<b>208,674</b>	<b>3,770,036</b>
<b>Net Assets</b>		<b>12,056,250</b>	<b>(1,542,779)</b>
<b>EQUITY</b>			
Retained earnings		12,056,250	(1,542,779)
<b>Total Equity</b>		<b>12,056,250</b>	<b>(1,542,779)</b>

The accompanying notes form part of these financial statements.

## Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

### Statement of Changes in Equity

For the Year Ended 31 December 2021

	Retained Earnings \$	Total \$
<b>Balance at 1 January 2021</b>	<b>(1,542,779)</b>	<b>(1,542,779)</b>
Surplus / (deficit) for the period	<b>13,599,029</b>	<b>13,599,029</b>
<b>Total comprehensive income for the period</b>	<b>13,599,029</b>	<b>13,599,029</b>
<b>Balance at 31 December 2021</b>	<b>12,056,250</b>	<b>12,056,250</b>

	Retained Earnings \$	Total \$
<b>Balance at 1 January 2020</b>	<b>(1,291,389)</b>	<b>(1,291,389)</b>
Surplus / (deficit) for the period	<b>(251,390)</b>	<b>(251,390)</b>
<b>Total comprehensive income for the period</b>	<b>(251,390)</b>	<b>(251,390)</b>
<b>Balance at 31 December 2020</b>	<b>(1,542,779)</b>	<b>(1,542,779)</b>

The accompanying notes form part of these financial statements.

## Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

### Statement of Cash Flows

For the Year Ended 31 December 2021

	Note	2021 \$	2020 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		4,524,051	(570,434)
Payment of development costs		(42,621,871)	(32,154,089)
Advances received for development project		37,592,801	33,165,000
<b>Net cash provided by / (used in) operating activities</b>		<b>(505,019)</b>	<b>440,477</b>
<b>Cash flows from investing activities</b>			
<b>Net cash used in investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
<b>Net cash used in financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents held</b>		<b>(505,019)</b>	<b>440,477</b>
Cash and cash equivalents at beginning of year		527,251	86,774
<b>Cash and cash equivalents at end of financial year</b>	4	<b>22,232</b>	<b>527,251</b>

The accompanying notes form part of these financial statements.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 1 Summary of Significant Accounting Policies

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd is a not-for-profit company limited by shares and is a controlled entity of Western Sydney University. The Company is incorporated and domiciled in Australia.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years unless otherwise stated.

#### (a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, Australian Accounting Interpretations, the *Government Sector Finance Act 2018* and *Government Sector Finance Regulation 2018*.

The financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue by the Directors of the Company on 13 April 2022.

#### i. Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in preparation of the financial statements have been explained in the accounting policy notes or subsequent notes.

#### ii. Foreign currency translations and balances

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

#### (b) Basis for consolidation

##### Interest in Joint Arrangements

AASB 11 *Joint Arrangements* defines a joint arrangement as an arrangement of which two or more parties have joint control and classifies these arrangements as either joint ventures or joint operations.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd has determined that it has joint operations.

##### Joint operations

The Company's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated into the financial statements under the appropriate headings. Details of the joint operations are set out in note 11.

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2021**

### **1 Summary of Significant Accounting Policies (continued)**

#### **(c) Income tax exemption**

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

#### **(d) Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the financial statements are shown inclusive of GST.

Cash flows are presented on a gross basis. The GST components of cash arising from investing or financing activities, which are recoverable or payable to the taxation authority, are presented as operating cash flows.

The Company has been grouped with the parent entity for GST purposes effective 1 January 2019 and therefore the net GST receivable or GST payable as of 31 December 2021 is not reflected within these statements.

#### **(e) Insurance**

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

#### **(f) New Accounting Standards and Interpretations**

Certain new accounting standards and interpretation have been published but are not mandatory for 31 December 2021 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 2 Revenue

	2021	2020
	\$	\$
Revenue from contracts with customers		
Sale of land	-	21,184,140
Development services	46,901,122	37,745,506
<b>Total Revenue</b>	<b>46,901,122</b>	<b>58,929,646</b>

#### Accounting Policy

Revenue is recognised under AASB 15 Revenue from Contracts with Customers. The Company has identified that the transfer of land and capital works in progress and providing development services are two separate performance obligations. The revenue was measured at the transaction price agreed under the contract and was allocated to each performance obligation based on standalone selling prices.

Legal title and control of the land and capital works in progress have passed to the customer on settlement, therefore revenue is recognised at a point in time when control over the property has been transferred to the customer.

The Company has elected to adopt the input method to recognise revenue to the extent of expenditure incurred based upon percentage of completion.

Management reviews information including progress towards completion, risks and opportunities and the related changes in estimates of revenues and costs.

Our estimation of variable consideration and inclusion of estimated costs in the determination of transaction price are based on anticipated performance and historical, current and forecast information that is reasonably available. We estimate transaction price to the extent it is probable that a significant reversal of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is resolved.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 3 Expenses

	2021 \$	2020 \$
<b>Property and development costs</b>		
Cost of land	-	21,184,140
Construction costs	<b>32,825,844</b>	37,188,263
<b>Total property and development costs</b>	<b>32,825,844</b>	58,372,403
<b>Finance costs</b>		
Interest charged	-	668,366
<b>Total finance costs</b>	-	668,366
<b>Other</b>		
External audit costs	<b>31,520</b>	32,480
Consulting and professional fees	<b>444,729</b>	104,542
Sundry expenses	-	3,245
<b>Total other expenses</b>	<b>476,249</b>	140,267
<b>Total expenses</b>	<b>33,302,093</b>	59,181,036

#### Accounting Policy

Legal title of land has passed to the customer upon sale. Expenses are recognised at the point in time when control passed to the customer.

Construction costs are expensed in the accounting period in which the services are rendered.

### 4 Cash and cash equivalents

	2021 \$	2020 \$
Cash at bank and on hand	<b>22,232</b>	527,251
<b>Total cash and cash equivalents in statement of financial position and statement of cash flows</b>	<b>22,232</b>	527,251

#### Accounting Policy

For Statement of Cash Flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of six months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 5 Trade and other receivables

	2021	2020
	\$	\$
Trade receivables	33,910	1,254,490
Related party receivables	3,194,166	445,516
<b>Total trade and other receivables</b>	<b>3,228,076</b>	<b>1,700,006</b>

#### Accounting Policy

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 30 days.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are classified as current assets, except for those which are not expected to be realised within 12 months after the end of the reporting period, which are classified as non-current assets.

### 6 Contract asset

	2021	2020
	\$	\$
Amounts due from customers for construction contracts	9,014,616	-
<b>Total current contract assets</b>	<b>9,014,616</b>	<b>-</b>

#### Accounting Policy

Calculated as the difference between cash received and total revenue recognised for the period.

Collectability of contract assets is reviewed on an ongoing basis. The Company measures the loss allowance at an amount equal to lifetime expected credit loss (ECL). The ECL is estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

When a contract asset is uncollectable the amount of the loss is recognised in the statement of comprehensive income within impairment of assets. Subsequent recoveries of amounts previously written off are credited to other revenue in the statement of comprehensive income.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 7 Property, plant and equipment

#### (a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period:

	Capital Works in Progress \$	Land \$	Total \$
<b>Period ended 31 December 2020</b>			
Balance at 1 January 2020	6,842,633	21,184,140	28,026,773
Additions	13,942,254	-	13,942,254
Disposals	(20,784,887)	(21,184,140)	(41,969,027)
<b>Balance at 31 December 2020</b>	-	-	-
<b>Period ended 31 December 2021</b>			
Balance at 1 January 2021	-	-	-
<b>Balance at 31 December 2021</b>	-	-	-

#### Accounting Policy

Property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses. Land and capital works in progress are not depreciated.

During 2020 the Company divested its interest as co-owner of the development.

#### (b) Capital Commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities are:

	2021 \$	2020 \$
Within one year	-	36,066,870
<b>Net book value</b>	-	36,066,870

The above amounts are for capital expenditure on joint operations.

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 8 Trade and other payables

	2021	2020
	\$	\$
Trade payables	139,725	9,648
<b>Total trade and other payables</b>	<b>139,725</b>	<b>9,648</b>

#### Accounting Policy

Trade and other payables are carried at amortised cost and due to their short-term nature they are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period, which are unpaid.

### 9 Accrued expenses

	2021	2020
	\$	\$
External audit costs	22,000	18,480
Consulting and professional fees	46,949	14,032
	<b>68,949</b>	<b>32,512</b>

#### Accounting Policy

Accrued expenses represent unpaid liabilities for goods and services provided to the Company prior to the end of the financial year. The carrying amounts are considered to be the same as the fair value due to their short-term nature.

### 10 Contract liability

	2021	2020
	\$	\$
Amounts due to customers for construction contracts	-	3,727,876
<b>Total contract liabilities</b>	<b>-</b>	<b>3,727,876</b>

#### Accounting Policy

Income received in advance representing the difference between revenue recognised and cash received from Ausco is recognised as a contract liability, and will be released to income as performance conditions are met.

## Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 11 Joint Operations

##### Joint operations

In 2018 the Company entered into a co-owners agreement and joint venture agreement (JVA) with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Charter Hall Landowner) and Charter Hall Holdings Pty Limited (as Charter Hall Guarantor) to acquire land and construct a building at Hassall St., Parramatta NSW to create an Engineering Innovation Hub that will accommodate teaching and research, strategic partners and commercial tenants. The parties also entered into an agreement for lease (WSU AFL) with Western Sydney University. Under this agreement the Company and Bieson Pty Limited, in their capacity as developers, agreed to deliver a building, and in their capacity as landowners, agreed to grant WSU a lease on practical completion. The Company and Bieson Pty Limited each held a 50% interest in the agreements.

In September 2020, the Company divested its interest as landowner under the co-owners agreement, JVA and WSU AFL to Ausco Unity 2 Pty Limited (Ausco). The Company still remains a party to the JVA and WSU AFL in its capacity as developer to develop the land jointly with Bieson Pty Limited.

As owner of the land Ausco agreed to provide funding up to the development amount of \$98,254,843. Under the sale and divestment arrangements, Ausco paid \$45,000,000 to WSU and funded the remainder of the development costs progressively during construction.

The development achieved practical completion on 25 June 2021, following which in October 2021 Ausco settled the remainder of the development amount.

This settlement was reduced by a vacancy provision totalling \$29,108,035 in line with the original sale arrangements whereby the Company must provide a rental guarantee on any unleased space for five years after practical completion. This provision will be recouped as and when further tenants are secured for any remaining unleased space.

The Company and Bieson Pty Limited each share 50% of the project revenue, expenses, assets and liabilities during development. Due to the equal sharing of costs, the Company has determined this to be a jointly controlled operation.

Name of joint operation	Nature of relationship	Principal place of business	Development interest	
			2021 %	2020 %
Parramatta land development	Jointly controlled operation with Bieson Pty Limited	Parramatta NSW	50.00	50.00

The assets and liabilities employed in the above jointly controlled operations, including the Company's share of any assets and liabilities held jointly, are detailed below. The amounts are included in the financial statements under their respective categories.

	2021 \$	2020 \$
<b>Statement of Financial Position</b>		
Cash and cash equivalents	22,232	527,251
Trade and other receivables	33,910	658,984
Trade and other payables	(21,152)	(9,648)
<b>Total assets and liabilities</b>	<b>34,990</b>	<b>1,176,587</b>

## Notes to the Financial Statements

For the Year Ended 31 December 2021

### 12 Related Parties

#### (a) Parent entity

The ultimate parent entity of the Company is Western Sydney University.

#### (b) Other related parties

A member of the parent entity Board of Trustees chairs a number of subsidiaries of the Charter Hall Group. In particular, property related transactions involving the Company have occurred where the counterparty is a subsidiary of the Charter Hall Group for which the Board member is Chair.

#### (c) Loans to/from related parties

	2021 \$	2020 \$
<b>Loan from Parent</b>		
Beginning of the year	-	(29,489,186)
Loan repaid /(advanced)	-	30,157,552
Interest charged	-	(668,366)
<b>End of year</b>	<b>-</b>	<b>-</b>

#### Accounting Policy

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

#### (d) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2021 \$	2020 \$
<b>Current receivables</b>		
Western Sydney University	<b>3,194,166</b>	445,516
<b>Total current receivables</b>	<b>3,194,166</b>	445,516

## Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

### Notes to the Financial Statements

For the Year Ended 31 December 2021

#### 13 Key Management Personnel Disclosures

##### (a) Names of responsible persons and board members

The following persons were both responsible persons and board members of Western Growth Developments (Innovation Hub Parramatta) Pty Ltd during the financial year.

Mr Peter Pickering (Chair)  
Professor Barney Glover

All responsible persons and board members are employees of the parent entity and are not remunerated by the Company for their executive responsibilities.

#### 14 Cash Flow Information

##### (a) Non-cash financing and investing activities

The Company had non-cash investing and financing transactions during the financial year that are not reflected in the statement of cash flows. These are included in the statement of financial position.

	2021	2020
	\$	\$
Proceeds from land divestment deposited in WSU bank account	-	45,000,000
Proceeds for balance of development amount balance deposited in WSU bank account	3,180,864	-
<b>Total non-cash financing and investing activities</b>	<b>3,180,864</b>	<b>45,000,000</b>

#### 15 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Company, the results of those operations, or the state of affairs of the Company in future financial years.



## INDEPENDENT AUDITOR'S REPORT

### Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

To Members of the New South Wales Parliament

#### Opinion

I have audited the accompanying financial statements of Western Growth Developments (Innovation Hub Parramatta) Pty Ltd (the Company), which comprises the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2021, the Statement of Financial Position as at 31 December 2021, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes comprising a Summary of Significant Accounting Policies and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation).
- presents fairly the Company's financial position, financial performance and cash flows

My opinion should be read in conjunction with the rest of this report.

#### Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

#### Other Information

The Company's annual report for the year ended 31 December 2021 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprises the Directors' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

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

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

## **Directors' Responsibilities for the Financial Statements**

The Directors of the Company are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels  
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

14 April 2022  
SYDNEY

# **Appendices**

**Western Sydney University**

## 2021 Actual to Budget Comparative Analysis

	2021 BUDGET \$'000	2021 ACTUAL \$'000	2021 VARIANCE \$'000	2021 VARIANCE %
<b>INCOME FROM CONTINUING OPERATIONS</b>				
<b>GOVERNMENT</b>	<b>577,617</b>	<b>591,588</b>	<b>13,971</b>	<b>2.4%</b>
<b>ACADEMIC ACTIVITIES</b>				
International Onshore	105,794	134,549	28,754	27.2%
International Offshore	395	1,394	999	252.9%
Local fee-paying	28,247	28,104	(143)	(0.5%)
External Research Grants	36,135	41,069	4,934	13.7%
Consulting, Contracting & Royalties	928	727	(201)	(21.7%)
Other Academic	55,207	65,167	9,960	18.0%
<b>Sub Total</b>	<b>226,706</b>	<b>271,009</b>	<b>44,303</b>	<b>19.5%</b>
<b>OTHER INCOME ACTIVITIES</b>				
Leases & Other Commercial	14,044	10,396	(3,648)	(26.0%)
Investment Income	11,377	30,939	19,563	172.0%
Land/Property Development Projects	118,543	171,319	52,776	44.5%
Other Incidental	10,111	12,068	1,958	19.4%
<b>Sub Total</b>	<b>154,074</b>	<b>224,722</b>	<b>70,648</b>	<b>45.9%</b>
<b>ENTITIES</b>				
The College	64,316	68,635	4,319	6.7%
Whitlam Institute	134	494	360	269.5%
Early Learning Limited	8,043	8,389	347	4.3%
Western Unlimited	0	0	0	
Western Growth Developments (Westmead)	30,284	31,924	1,640	5.4%
Western Growth Developments (Innovation Hub Parramatta)	24,726	46,901	22,175	89.7%
Adjustments on Consolidation				
<b>Sub Total</b>	<b>127,503</b>	<b>156,343</b>	<b>28,840</b>	<b>22.6%</b>
<b>TOTAL SELF-GENERATED INCOME</b>	<b>508,284</b>	<b>652,074</b>	<b>143,790</b>	<b>28.3%</b>
<b>TOTAL INCOME</b>	<b>1,085,900</b>	<b>1,243,661</b>	<b>157,761</b>	<b>14.5%</b>
<b>EXPENSES FROM CONTINUING OPERATIONS</b>				
Schools	237,671	223,693	13,978	5.9%
Research	90,579	83,469	7,110	7.8%
Divisions	186,207	182,993	3,214	1.7%
Entities	91,351	135,814	(44,463)	(48.7%)
Consulting & Innovation	1,650	1,193	457	27.7%
University Wide	193,575	195,488	(1,913)	(1.0%)
Strategic Initiatives	36,679	28,203	8,477	23.1%
Minor Works (Expensed)	6,500	7,303	(803)	(12.3%)
External Trust & Tied Grants	16,832	18,804	(1,972)	(11.7%)
Corpus Fund Initiatives	3,440	3,050	390	11.3%
Strategic Transformation Projects	0	60	(60)	
Depreciation	86,716	86,501	215	0.2%
Land/Property Development Projects	81,631	133,924	(52,293)	(64.1%)
Adjustments on Consolidation				
<b>TOTAL EXPENDITURE</b>	<b>1,032,832</b>	<b>1,100,495</b>	<b>(67,663)</b>	<b>(6.6%)</b>
<b>NET OPERATING RESULT</b>	<b>53,069</b>	<b>143,167</b>	<b>90,098</b>	<b>169.8%</b>

# Western Sydney University 2022 Budget

	2022 BUDGET \$'000
<b>INCOME FROM CONTINUING OPERATIONS</b>	
<b>GOVERNMENT</b>	<b>594,340</b>
<b>ACADEMIC ACTIVITIES</b>	
International Onshore	106,605
International Offshore	1,681
Local fee-paying	30,102
External Research Grants	39,748
Consulting, Contracting & Royalties	913
Other	53,634
<b>Sub Total</b>	<b>232,684</b>
<b>OTHER INCOME ACTIVITIES</b>	
Leases & Other Commercial	13,780
Investment Income	16,792
Land/Property Development Projects	47,741
Other Incidental	12,041
<b>Sub Total</b>	<b>90,354</b>
<b>ENTITIES</b>	
The College	64,947
Whitlam Institute	54
Early Learning Limited	8,488
Western Growth Developments (Westmead)	22,276
Western Growth Developments (Innovation Hub Parramatta)	0
<b>Sub Total</b>	<b>95,765</b>
<b>TOTAL SELF-GENERATED INCOME</b>	<b>418,803</b>
<b>TOTAL INCOME</b>	<b>1,013,143</b>
<b>EXPENSES FROM CONTINUING OPERATIONS</b>	
Schools	242,852
Research	100,016
Divisions	190,025
Entities	95,747
Consulting & Innovation	1,717
University Wide	207,954
Strategic Initiatives	32,422
Minor Works (Expensed)	6,000
External Trust & Tied Grants	22,353
Corpus Fund Initiatives	3,641
Strategic Transformation Projects	10,000
Depreciation	86,099
Land/Property Development Projects	8,756
<b>TOTAL EXPENDITURE</b>	<b>1,007,582</b>
<b>NET REPORTED RESULT</b>	<b>5,561</b>

## Accounts Payable Performance Indicators – 2021

The University's payment terms to creditors is 30 days. Any variation to these terms with due justification must be approved by the University Treasurer. University payment runs are fortnightly. The majority of payments are made via electronic transfer with the remainder being settled by cheque.

### Accounts Payable Performance Indicators - 2021

Category	First Quarter \$	Second Quarter \$	Third Quarter \$	Fourth Quarter \$
<b>1. Schedule of Accounts Payable</b>				
Paid within 30 days	36,332,725	92,040,233	49,607,968	107,010,616
Paid between 31-60 days	23,843,161	30,719,610	29,766,215	47,696,677
Paid between 61-90 days	2,017,758	4,523,468	2,468,067	5,605,753
Paid between 91-120 days	915,165	3,888,547	1,221,267	827,375
Paid more than 120 days	990,671	10,421,411	1,409,099	166,764
<b>Total</b>	<b>64,099,481</b>	<b>141,593,270</b>	<b>84,472,615</b>	<b>161,307,185</b>
<b>2. Accounts Paid on Time</b>				
Target percentage of accounts paid on time	100.0%	100.0%	100.0%	100.0%
Actual percentage of accounts paid on time <sup>#</sup>	56.7%	65.0%	58.7%	66.3%
Total dollar amount of accounts paid on time	36,332,725	92,040,233	49,607,968	107,010,616
<b>Total dollar amount of accounts paid</b>	<b>64,099,481</b>	<b>141,593,270</b>	<b>84,472,615</b>	<b>161,307,185</b>

<sup>#</sup> based on invoice date, not date received in Accounts Payable.

## Investment Portfolio Performance - 2021

The University had \$505.5 million in investments at 31 December 2021 (\$373.2 million at 31 December 2020).

The Mercer Multi Manager Fund for Estate Development has returned 9.25% annualised, after fees and rebates since inception i.e. August 2018. For the 12 months to December 2021 the return has been 13.04% compared to benchmark of 12.88%. Distributions received during the year were re-invested in the respective funds.

The Mercer Multi Manager Fund for Foundation Fund has returned 9.17% annualised, after fees and rebates since inception i.e. December 2019. For the 12 months to December 2021 the return has been 13.03% compared to benchmark of 12.88%. Distributions received during the year were re-invested in the respective funds."

Fund	2021		2020		2019		2018	
	Actual Return %	Benchmark Return %	Actual Return %	Benchmark Return %	Actual Return %	Benchmark Return %	Actual Return %	Benchmark Return %
<b>Other Financial Assets - Non-current</b>								
Mercer Multi Manager Funds - Estate Development <sup>1</sup>	13.04%	12.88%	5.42%	3.19%	17.00%	17.40%	-2.19%	-
Mercer Multi Manager Funds - Foundation Fund <sup>2</sup>	13.03%	12.88%	5.44%	2.52%	-0.77%	-	-2.19%	-
Unlisted Securities <sup>3</sup>					-	-	-	-

1 - Mercer Multi Manager Funds - Estate Development: full year performance. The funds are invested in thirteen diversified investment funds.

2 - Mercer Multi Manager Funds - Foundation Fund: full year performance. The funds are invested in thirteen diversified investment funds.

3 - The University had \$73.3 million in unlisted securities as at 31 December 2021 (\$58.6 million at 31 December 2020) which are not measured for performance.

## Promotion and Travel

For the 2021 year the total University expenditure for overseas travel was \$443,431. Travel was for a variety of University related purposes including research collaboration, university promotion and development of new partnerships, presentation of papers at conferences, overseas joint university projects, academic development program, student practicums and International study exchange and tours.

All Travel was in accordance with the University Travel Policy

<https://policies.westernsydney.edu.au/document/view.current.php?id=268> which complies with regulations and guidelines of NSW Treasury.

## Credit Card Certification

Credit card use within Western Sydney University is in accordance with the University's corporate credit card policy <https://policies.westernsydney.edu.au/document/view.current.php?id=65> which complies with regulations and guidelines of NSW Treasury.

Credit card usage is acquitted via the online Travel and Expense Management System and checked and authorised by the appropriate senior delegated officer.

The University conducts regular reviews of credit card usage and where a cardholder is found to be in contravention of the policy regulations by either misuse or non-quittal in a timely manner, the credit card will be cancelled.

## Funds Granted to Non-Government Community Organisations

During 2021 the University provided \$20,000 in funding to non-government community organisations:

Name of recipient organisation	Program area as per budget	Nature and purpose of project including aims and target clients	Amount \$
Maari Ma Health	Community Engagement	Maari Ma Health is an Aboriginal community-controlled health organisation dedicated to improving the health outcomes for communities in the far west region of New South Wales with a special focus on Aboriginal health.	20,000

## Controlled Entities

### Western Sydney University Early Learning Limited

#### Principal Objectives

The principal objective of the Company is to provide affordable, high quality early childhood care and education for the children of Western Sydney University staff, students and the local community.

#### Principal Activities and Strategic Projects

To provide affordable, high quality early childhood care and education for the children of Western Sydney University staff, students and the local community. The provision of this service is campus based to enable staff, students and the local community the greatest opportunity to balance work and study commitments with childrearing.

#### Performance Measures

The performance measures of the company are both financial and non-financial. The Company has adopted the following key performance indicators

- Ensure all services at least meet Education and Care National Quality Standards
- Utilisation rates at all Centres increasing and stabilising
- Centralisation of the Financial and Administrative functions
- Financial operations of the Company now consolidated into the University's financial reporting and budgeting cycle
- Continuing to explore ways of offering casual care in addition to permanent placement
- Community Engagement

<b>Category</b>	<b>FY 2021 Actual</b>	<b>Annual 2021 Budget</b>	<b>% Full year achieved</b>
Revenue	\$8,372,131	\$8,042,537	104%
Expenses	\$6,976,001	\$7,990,708	87%
<b>Operating Surplus</b>	<b>\$1,396,129</b>	<b>\$51,829</b>	
Accumulated Retained Earnings	\$3,877,127		

#### Management and Operations

Western Sydney University Early Learning Limited is a wholly owned entity of the Western Sydney University. An independent Board of Directors is responsible for the overall operations of the Company.

### Western Sydney University Enterprises Pty Limited (trading as Western Sydney University The College)

#### Principal Objectives

The principal objective of the Company is to provide students high quality academic pathways to study at the University through its comprehensive range of University Foundation Studies and Diploma programs, English language training and testing services. Vocational programs are offered by The College's Registered Training Organisation (RTO). The College strives to continuously be aligned with Western Sydney University imperatives.

#### Principal Activities and Strategic Projects

The principal activities of the Company are structured into the following three key areas:

- Academic Pathway Programs which encompass Foundation Studies and a variety of Diploma programs for students transitioning to a bachelor's degree at Western Sydney University. The College continues to offer the Extended Diploma in addition to the existing University Foundation Studies and Integrated Diploma courses (which are equivalent to first year degree studies). Pathways for international students are also offered through Western Sydney University International College (WSUIC) which is a joint venture between The College and Navitas Pty Ltd located in Parramatta.
- English Language Programs enable international students to gain the academic English skills essential for University entrance. This unit also provides a diversity of programs for international study groups,

including industry visits and cultural immersion. The English Language Centre also conducts IELTS and other English language proficiency tests.

- The Registered Training Organisation (RTO) provides a suite of vocational courses in areas such as Training and Assessment, Leadership and Management and First Aid.

During the 2021 financial year, the Company undertook a number of strategic projects in accordance with its overall objectives and principal activities.

#### Performance Measures

The performance measures of the Company are both financial and non-financial:

- To transition the WSUIC to being an independent Higher Education Provider (HEP) for international pathways in the midst of a decrease in international enrolments post COVID-19.
- To sustain the English Language Centre which is continuously affected by visa issues, and now amplified by restrictions on international travel due to COVID-19.
- To provide a positive financial return to Western Sydney University.
- To provide alternative pathways options for students of Western Sydney.
- To operate a Registered Training Organisation with a VET offering.
- To develop and offer an inaugural suite of online Undergraduate Certificate courses to support the Federal Government's COVID-19 Higher Education Relief Package.

Category	FY 2021 Actual	Annual 2021 Budget	% Full year achieved
Revenue	\$68,511,073	\$64,225,193	107%
Expenses	\$68,511,073	\$64,225,193	107%
<b>Operating Surplus</b>	<b>\$0</b>	<b>\$0</b>	
Accumulated Retained Earnings	\$6,765,449		

#### Management and Operations

Western Sydney University Enterprises Pty Limited (trading as Western Sydney University The College) is a wholly owned entity of Western Sydney University. An independent Board of Directors is responsible for the overall operations of the Company and the day to day activities are managed by a Chief Executive Officer. The Board has oversight of the Academic Pathway Programs Academic Committee, English Language Committee and Registered Training Organisation (RTO) Committee. The Finance Audit and Risk Committee of the Board has made a significant contribution to financial monitoring and reporting within the organisation.

## Whitlam Institute within Western Sydney University Limited

#### Principal Objectives

The Whitlam Institute is a trustee of the Whitlam Institute within Western Sydney University Trust which was established by agreement between Western Sydney University and the Hon EG Whitlam in 2000. Its spirit is best captured in Gough's own words when signing the Deed of Gift:

*'The greatest contribution that I hope to bestow is inspiration. That the work and causes championed in my parliamentary career and the statesman service that followed, will provide the basis for ongoing research and advocacy from this university into the contemporary challenges that confront and can improve the quality of life for all Australians.'* [December 2003]

#### Principal Activities and Strategic Projects

The Whitlam Institute works as an educator, policy influencer and research institute. It is also home to the Whitlam Prime Ministerial Collection and the Whitlam Reading Room which houses selected books and papers donated by Mr. Whitlam. The collection provides on-line access to papers held both at the Institute and in the National Archives. It maintains an active public education program.

The Institute's strategic program continues to expand in accordance with the intentions outlined in its current Strategic Plan 2021-2023 and subsequently amended in the mid-term review. The strategic priorities focus on:

- The historical legacy;
- Contemporary relevance through public policy development;
- The education and outreach program;
- Governance;

- Organisation; and
- Resourcing.

#### Performance Measures

The performance measures of the Company are primarily of a non-financial nature and are driven by the philanthropic nature of the trust and the role of the trustee.

The Whitlam Institute is guided by the 'three great aims' that drove the Whitlam Program of 1972. They are

- to promote equality
- to involve the people of Australia in the decision-making processes of our land, and
- to liberate the talents and uplift the horizons of the Australian people.

<b>Category</b>	<b>FY 2021 Actual</b>	<b>Annual 2021 Budget</b>	<b>% Full year achieved</b>
Revenue	\$493,598	\$133,580	370%
Expenses	\$145,089	\$162,260	89%
<b>Operating Surplus</b>	<b>\$348,508</b>	<b>(\$28,680)</b>	
Accumulated Retained Earnings	\$1,933,010		

#### Management and Operations

The Whitlam Institute within Western Sydney University Limited is a wholly owned entity of Western Sydney University.

The Whitlam Institute Board is politically bipartisan and consists of leaders in academia, business, and government organisations. The Board participates in the strategic development of the Institute.

The Whitlam Institute is led by its Interim Director Eric Sidoti. Its small secretariat is committed to the highest quality in all its activity whether that might be its policy and research work, outreach activity, public information program or events.

## **Western Growth Developments (Innovation Hub Parramatta) Pty Ltd**

#### Principal Objectives

The Company's principal objective is to act as a co-developer and owner in respect of the Parramatta Project, 6 Hassall St Parramatta.

#### Principal Activities and Strategic Projects

The Company's principal activities for the promotion of its object are to:

- act as a co-developer in respect of the Parramatta Project;
- use and operate its interest in the completed Parramatta Project to generate rental income;
- sell, lease, licence, mortgage, charge or otherwise deal with the Land; and
- undertake other development activities in Greater Western Sydney in furtherance of WSU's strategic plan for its campuses for future sustainability and growth.

The Company entered into an agreement with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Charter Hall Landowner) and Charter Hall Holdings Pty Limited (as Charter Hall Guarantor) to acquire land and construct a building at Hassall St., Parramatta NSW to create an Engineering Innovation Hub that will accommodate teaching and research, strategic partners and commercial tenants. The Company and Bieson Pty Limited each have a 50% interest in the development and operation and will share equally in the project expenses, assets, liabilities and income during the operation phase.

#### Performance measures

The performance measures of the company are financial and non-financial related to the co-development of 6 Hassall St, Parramatta.

<b>Category</b>	<b>FY 2021 Actual</b>	<b>Annual 2021 Budget</b>	<b>% Full year achieved</b>
Revenue	\$46,901,122	\$24,726,308	190%
Expenses	\$33,302,093	\$661,464	5035%
<b>Operating Surplus/(Deficit)</b>	<b>\$13,599,029</b>	<b>\$24,064,844</b>	
Accumulated Retained Earnings	\$12,056,250		

Financial KPI's ensure that the development is delivered within the parameters established by the approved business case.

Non-financial performance measures are currently centred on the delivery of the development within the approved timeframe.

#### Management and Operations

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd is a wholly owned entity of Western Sydney University. A Board of Directors is responsible for the overall operations of the Company.

## Western Growth Developments (Westmead) Pty Ltd

#### Principal Objectives

The Company's principal objective is to act as a co-developer in respect of the Westmead commercial building project.

#### Principal Activities and Strategic Projects

The Company's principal activities are to:

- (i) act as a co-developer in respect of the Westmead Project;
- (ii) use and operate its interest in the completed Westmead Project to generate rental income; and
- (iii) undertake other development activities in Greater Western Sydney in furtherance of WSU's strategic plan for its campuses for future sustainability and growth.

The Company entered into an agreement with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Custodian) and Charter Hall Development Services Pty Ltd (as Development Manager) to develop land and building at Westmead. The Company and Bieson Pty Limited were granted a 125-year ground lease by Western Sydney University to carry out the development. Both parties each have a 50% interest in the development and operation and will share equally in the project expenses, assets, liabilities and income during the operation phase.

#### Performance measures

The performance measures of the company are financial and non-financial related to the co-development of Westmead.

<b>Category</b>	<b>FY 2021 Actual</b>	<b>Annual 2021 Budget</b>	<b>% Full year achieved</b>
Revenue	\$31,923,937	\$30,284,423	105%
Expenses	\$26,738,852	\$18,220,000	147%
<b>Operating Surplus/(Deficit)</b>	<b>\$5,185,085</b>	<b>\$12,064,423</b>	
Accumulated Retained Earnings	\$5,155,964		

Financial KPI's ensure that the development is delivered within the parameters established by the approved business case.

Non-financial performance measures are currently centred on the delivery of the development within the approved timeframe.

#### Management and Operations

Western Growth Developments (Westmead) Pty Ltd is a wholly owned entity of Western Sydney University. A Board of Directors is responsible for the overall operations of the Company.

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