

Ventura Funds

Annual report

For the year ended 30 June 2021

This financial report covers the following Ventura Funds:

Ventura Growth 70 Fund

ARSN 099 584 988

Ventura Diversified 50 Fund

ARSN 099 585 092

Ventura Conservative Fund

ARSN 099 584 826

Ventura Australian Shares Fund

ARSN 099 585 350

Ventura Funds

Annual report

For the year ended 30 June 2021

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This annual report covers the following Funds as individual entities:

Ventura Growth 70 Fund
Ventura Diversified 50 Fund
Ventura Conservative Fund
Ventura Australian Shares Fund

The Responsible Entity of the Ventura Funds is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:
Level 1, 575 Bourke Street
Melbourne, VIC 3000.

Directors' report

The directors of Equity Trustees Limited, the Responsible Entity of the Ventura Funds (the "Funds"), present their report together with the financial statements of the following Funds for the year ended 30 June 2021:

Ventura Growth 70 Fund
Ventura Diversified 50 Fund
Ventura Conservative Fund
Ventura Australian Shares Fund

The Funds are collectively known as the "Ventura Funds".

Principal activities

The Funds invest in unlisted managed investment schemes in accordance with the Product Disclosure Statement and the provisions of the Funds' Constitution.

The Funds did not have any employees during the year.

There were no significant changes in the nature of the Funds' activities during the year.

The various service providers for the Funds are detailed below:

| Service | Provider |
|-----------------------------|-----------------------------------|
| Responsible Entity | Equity Trustees Limited |
| Investment Manager | Ventura Investment Management Ltd |
| Sub-Investment Manager | Russell Investment Management Ltd |
| Custodian and Administrator | National Australia Bank Limited |
| Statutory Auditor | BDO Audit Pty Ltd |

Directors

The following persons held office as directors of Equity Trustees Limited during or since the end of the year and up to the date of this report:

| | |
|-------------------|------------------------------|
| Philip D Gentry | Chairman |
| Russell W Beasley | (appointed 1 September 2020) |
| Harvey H Kalman | (resigned 1 September 2020) |
| Michael J O'Brien | |
| Ian C Westley | (resigned 3 July 2020) |

Directors' report (continued)

Review and results of operations

During the year, the Funds continued to invest their funds in accordance with the Product Disclosure Statement and the provisions of the Funds' Constitution.

The Funds' performance and benchmark returns for the year ended 30 June 2021 were as follows:

| Fund name | Benchmark | Net return (net of fees) | Benchmark return |
|--|---|-----------------------------|------------------|
| | | % | % |
| Ventura Growth 70 Fund Wholesale | S2 Ventura Growth 70 Fund Hybrid Index | 21.01 | 18.63 |
| Ventura Growth 70 Class A | S2 Ventura Growth 70 Fund Hybrid Index | 21.42 | 18.63 |
| Ventura Diversified 50 Fund Wholesale | S2 Ventura Diversified 50 Fund Hybrid Index | 15.29 | 13.19 |
| Ventura Diversified 50 Fund Class A | S2 Ventura Diversified 50 Fund Hybrid Index | 15.65 | 13.19 |
| Ventura Conservative Fund Wholesale | S2 Ventura Capital Stable Fund Hybrid Index | 9.46 | 7.90 |
| Ventura Conservative Fund Class A | S2 Ventura Capital Stable Fund Hybrid Index | 9.84 | 7.90 |
| Ventura Australian Shares Fund Wholesale | S&P ASX 300 Accumulation Index | 30.23 | 28.49 |
| Ventura Australian Shares Fund Class A | S&P ASX 300 Accumulation Index | 30.67 | 28.49 |

The performance of each Fund, as represented by the results of their operations, was as follows:

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|--|------------------------|-----------------|-----------------------------|-----------------|
| | Year ended | | Year ended | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Profit/(loss) before finance costs attributable to unit holders for the year | 24,965 | (4,610) | 15,424 | (1,220) |
| Distributions - Wholesale | | | | |
| Distributions paid and payable | 4,338 | 2,367 | 2,079 | 2,043 |
| Distributions (cents per unit) | 12.6923 | 6.0378 | 8.5795 | 7.1895 |
| Distributions - Class A | | | | |
| Distributions paid and payable | 8,367 | 4,695 | 5,874 | 5,514 |
| Distributions (cents per unit) | 16.3197 | 7.9568 | 10.3791 | 8.8620 |

Directors' report (continued)

Review and results of operations (continued)

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|--|---------------------------|---------------------------|--------------------------------|---------------------------|
| | Year ended | | Year ended | |
| | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Profit/(loss) before finance costs attributable to unit holders for the year | 9,182 | 57 | 3,395 | (1,448) |
| Distributions - Wholesale | | | | |
| Distributions paid and payable | 398 | 478 | 221 | 525 |
| Distributions (cents per unit) | 5.5042 | 5.5484 | 2.5224 | 4.6434 |
| Distributions - Class A | | | | |
| Distributions paid and payable | 5,026 | 4,795 | 31 | 71 |
| Distributions (cents per unit) | 6.2878 | 6.2313 | 3.5842 | 6.2441 |

Significant changes in the state of affairs

Ian C Westley resigned as a director of Equity Trustees Limited on 3 July 2020.

Harvey H Kalman resigned as a director of Equity Trustees Limited on 1 September 2020.

Russell W Beasley was appointed as a director of Equity Trustees Limited on 1 September 2020.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Funds that occurred during the financial year.

COVID-19

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. The outbreak and the response of Governments in dealing with the pandemic has continued to evolve over the course of time. The prior year saw an increase in financial market volatility and corresponding fluctuations in the fair value of the Funds' investment portfolio. There is still some uncertainty around the impact of COVID, the potential for further outbreaks and the COVID vaccine and its roll out both in Australia and around the world.

The Responsible Entity and Investment Manager are monitoring the situation closely, noting that with the ongoing developments, there is still a degree of uncertainty; therefore it is not possible at this time to predict the extent and nature of the overall impact on the Funds. The Investment Manager however, actively manages the financial risks that the Funds are exposed to, and the Net Asset Values of the Funds continue to be valued in accordance with the frequency set out in the Funds' Offer Documents, applying valuation policies reflective of the prevailing market conditions.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may have a significant effect on:

- the operations of the Funds in future financial years; or
- the results of those operations in future financial years; or
- the state of affairs of the Funds in future financial years.

Directors' report (continued)

Likely developments and expected results of operations

The Funds will continue to be managed in accordance with the investment objectives and guidelines as set out in the Product Disclosure Statement and the provisions of the Funds' Constitution.

The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Indemnification and insurance of officers

No insurance premiums are paid for out of the assets of the Funds in regards to insurance cover provided to the officers of Equity Trustees Limited. So long as the officers of Equity Trustees Limited act in accordance with the Funds' Constitution and the Law, the officers remain indemnified out of the assets of the Funds against losses incurred while acting on behalf of the Funds.

Indemnification of auditor

The auditor of the Funds is in no way indemnified out of the assets of the Funds.

Fees paid to and interests held in the Funds by the Responsible Entity and its associates

Fees paid to the Responsible Entity and its associates out of Funds' property during the year are disclosed in Note 14 to the financial statements.

No fees were paid out of Funds' property to the directors of the Responsible Entity during the year.

The number of interests in the Funds held by the Responsible Entity and its associates as at the end of the financial year are disclosed in Note 14 to the financial statements.

Interests in the Funds

The movement in units on issue in the Funds during the year is disclosed in Note 7 to the financial statements.

The value of the Funds' assets and liabilities is disclosed in the statements of financial position and derived using the basis set out in Note 2 to the financial statements.

Environmental regulation

The operations of the Funds are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' report have been rounded to the nearest thousand dollars in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, unless otherwise indicated.

Financial statements presentation

The Funds are entities of the kind referred to by *ASIC Corporations (Related Scheme Reports) Instrument 2015/839* and in accordance with that Instrument, Funds with a common Responsible Entity (or related Responsible Entities) can include their financial reports in adjacent columns in a single set of financial reports.

Directors' report (continued)

Auditor's independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 7.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

Melbourne
9 September 2021

DECLARATION OF INDEPENDENCE BY TIM AMAN TO THE DIRECTORS OF VENTURA GROWTH 70 FUND,
VENTURA DIVERSIFIED 50 FUND, VENTURA CONSERVATIVE FUND AND VENTURA AUSTRALIAN SHARES
FUND

As lead auditor of Ventura Growth 70 Fund, Ventura Diversified 50 Fund, Ventura Conservative Fund and Ventura Australian Shares Fund for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Ventura Growth 70 Fund, Ventura Diversified 50 Fund, Ventura Conservative Fund and Ventura Australian Shares Fund.



Tim Aman
Director

BDO Audit Pty Ltd

Sydney

9 September 2021

Statements of comprehensive income

| | Note | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|---|------|---------------------------|---------------------------|-----------------------------|---------------------------|
| | | Year ended | | Year ended | |
| | | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Investment income | | | | | |
| Interest income from financial assets at amortised cost | | - | 3 | - | 2 |
| Distribution income | | 12,705 | 7,062 | 7,952 | 7,557 |
| Net gains/(losses) on financial instruments at fair value through profit or loss | | 12,388 | (11,529) | 7,550 | (8,683) |
| Total investment income/(loss) | | 25,093 | (4,464) | 15,502 | (1,124) |
| Expenses | | | | | |
| Management fees | 14 | 126 | 146 | 78 | 96 |
| Interest expense | | 2 | - | - | - |
| Total expenses | | 128 | 146 | 78 | 96 |
| Profit/(loss) before finance costs attributable to unit holders for the year | | 24,965 | (4,610) | 15,424 | (1,220) |
| Finance costs attributable to unit holders | | | | | |
| Distributions to unit holders | 8 | (12,705) | (7,062) | (7,953) | (7,557) |
| (Increase)/decrease in net assets attributable to unit holders | 7 | (12,260) | 11,672 | (7,471) | 8,777 |
| Profit/(loss) for the year | | - | - | - | - |
| Other comprehensive income | | - | - | - | - |
| Total comprehensive income for the year | | - | - | - | - |

The above statements of comprehensive income should be read in conjunction with the accompanying notes

Statements of comprehensive income (continued)

| | Note | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|---|------|---------------------------|---------------------------|--------------------------------|---------------------------|
| | | Year ended | | Year ended | |
| | | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Investment income | | | | | |
| Interest income from financial assets at amortised cost | | - | 1 | - | - |
| Distribution income | | 5,424 | 5,272 | 281 | 631 |
| Net gains/(losses) on financial instruments at fair value through profit or loss | | <u>3,784</u> | <u>(5,183)</u> | <u>3,143</u> | <u>(2,045)</u> |
| Total investment income/(loss) | | <u>9,208</u> | <u>90</u> | <u>3,424</u> | <u>(1,414)</u> |
| Expenses | | | | | |
| Management fees | 14 | 25 | 33 | 29 | 34 |
| Interest expense | | <u>1</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenses | | <u>26</u> | <u>33</u> | <u>29</u> | <u>34</u> |
| Profit/(loss) before finance costs attributable to unit holders for the year | | <u>9,182</u> | <u>57</u> | <u>3,395</u> | <u>(1,448)</u> |
| Finance costs attributable to unit holders | | | | | |
| Distributions to unit holders | 8 | (5,424) | (5,273) | (252) | (596) |
| (Increase)/decrease in net assets attributable to unit holders | 7 | <u>(3,758)</u> | <u>5,216</u> | <u>(3,143)</u> | <u>2,044</u> |
| Profit/(loss) for the year | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other comprehensive income | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total comprehensive income for the year | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |

The above statements of comprehensive income should be read in conjunction with the accompanying notes

Statements of financial position

| | Note | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|--|------|---------------------------|---------------------------|-----------------------------|---------------------------|
| | | As at | | As at | |
| | | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Assets | | | | | |
| Cash and cash equivalents | 9 | 226 | 261 | 321 | 535 |
| Receivables | 11 | 12,660 | 5,518 | 7,623 | 6,524 |
| Receivable for units redeemed | | 105 | - | - | 49 |
| Financial assets at fair value through profit or loss | 5 | 120,919 | 125,216 | 99,419 | 103,504 |
| Total assets | | 133,910 | 130,995 | 107,363 | 110,612 |
| Liabilities | | | | | |
| Distributions payable | 8 | 12,705 | 5,606 | 7,771 | 6,648 |
| Payables | 12 | 245 | 113 | 192 | 477 |
| Total liabilities (excluding net assets attributable to unit holders) | | 12,950 | 5,719 | 7,963 | 7,125 |
| Net assets attributable to unit holders - liability | 7 | 120,960 | 125,276 | 99,400 | 103,487 |

The above statements of financial position should be read in conjunction with the accompanying notes.

Statements of financial position (continued)

| | Note | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|--|------|---------------------------|---------------------------|--------------------------------|---------------------------|
| | | As at | | As at | |
| | | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Assets | | | | | |
| Cash and cash equivalents | 9 | 313 | 284 | 55 | 64 |
| Receivables | 11 | 4,723 | 4,412 | 176 | 360 |
| Receivable for units redeemed | | - | 752 | 63 | 304 |
| Financial assets at fair value through profit or loss | 5 | 98,141 | 92,193 | 12,423 | 12,622 |
| Total assets | | 103,177 | 97,641 | 12,717 | 13,350 |
| Liabilities | | | | | |
| Distributions payable | 8 | 4,705 | 4,428 | 167 | 344 |
| Payables | 12 | 104 | 973 | 276 | 311 |
| Total liabilities (excluding net assets attributable to unit holders) | | 4,809 | 5,401 | 443 | 655 |
| Net assets attributable to unit holders - liability | 7 | 98,368 | 92,240 | 12,274 | 12,695 |

The above statements of financial position should be read in conjunction with the accompanying notes.

Statements of changes in equity

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|---|------------------------|---------|-----------------------------|---------|
| | Year ended | | Year ended | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Total equity at the beginning of the financial year* | - | - | - | - |
| Profit/(loss) for the year | - | - | - | - |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income | - | - | - | - |
| Transactions with owners in their capacity as owners | - | - | - | - |
| Total equity at the end of the financial year* | - | - | - | - |

**Under Australian Accounting Standards, net assets attributable to unit holders are classified as a liability rather than equity. As a result, there was no equity at the beginning or end of the financial year.*

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Statements of changes in equity (continued)

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|---|---------------------------|---------|--------------------------------|---------|
| | Year ended | | Year ended | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Total equity at the beginning of the financial year* | - | - | - | - |
| Profit/(loss) for the year | - | - | - | - |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income | - | - | - | - |
| Transactions with owners in their capacity as owners | - | - | - | - |
| Total equity at the end of the financial year* | - | - | - | - |

*Under Australian Accounting Standards, net assets attributable to unit holders are classified as a liability rather than equity. As a result, there was no equity at the beginning or end of the financial year.

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Statements of cash flows

| | Note | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|---|-------|---------------------------|---------------------------|-----------------------------|---------------------------|
| | | Year ended | | Year ended | |
| | | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Cash flows from operating activities | | | | | |
| Proceeds from sale of financial instruments at fair value through profit or loss | | 19,308 | 29,207 | 15,163 | 25,664 |
| Payments for purchase of financial instruments at fair value through profit or loss | | (2,728) | (4,345) | (3,479) | (3,073) |
| Interest income received from/(paid on) financial assets at amortised cost | | (2) | 3 | - | 2 |
| Distributions received | | 5,561 | 9,926 | 6,814 | 6,608 |
| Management fees paid | | (136) | (159) | (85) | (105) |
| GST received/(paid) | | (1) | 7 | 1 | 8 |
| Net cash inflow/(outflow) from operating activities | 10(a) | <u>22,002</u> | <u>34,639</u> | <u>18,414</u> | <u>29,104</u> |
| Cash flows from financing activities | | | | | |
| Proceeds from applications by unit holders | | 6,390 | 23,073 | 7,859 | 16,948 |
| Payments for redemptions by unit holders | | (23,421) | (55,679) | (20,138) | (37,383) |
| Distributions paid to unit holders | | (5,006) | (2,724) | (6,349) | (8,524) |
| Net cash inflow/(outflow) from financing activities | | <u>(22,037)</u> | <u>(35,330)</u> | <u>(18,628)</u> | <u>(28,959)</u> |
| Net increase/(decrease) in cash and cash equivalents | | (35) | (691) | (214) | 145 |
| Cash and cash equivalents at the beginning of the year | | <u>261</u> | <u>952</u> | <u>535</u> | <u>390</u> |
| Cash and cash equivalents at the end of the year | 9 | <u>226</u> | <u>261</u> | <u>321</u> | <u>535</u> |
| Non-cash operating and financing activities | 10(b) | 600 | 386 | 481 | 563 |

The above statements of cash flows should be read in conjunction with the accompanying notes.

Statements of cash flows (continued)

| | Note | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|---|-------|---------------------------|---------------------------|--------------------------------|---------------------------|
| | | Year ended | | Year ended | |
| | | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Cash flows from operating activities | | | | | |
| Proceeds from sale of financial instruments at fair value through profit or loss | | 6,478 | 8,726 | 4,108 | 2,672 |
| Payments for purchase of financial instruments at fair value through profit or loss | | (7,890) | (11,560) | (525) | (471) |
| Interest income received from/(paid on) financial assets at amortised cost | | (1) | 1 | - | - |
| Distributions received | | 5,166 | 3,777 | 458 | 577 |
| Management fees paid | | (28) | (36) | (31) | (37) |
| GST received/(paid) | | - | 2 | 1 | 3 |
| Net cash inflow/(outflow) from operating activities | 10(a) | <u>3,725</u> | <u>910</u> | <u>4,011</u> | <u>2,744</u> |
| Cash flows from financing activities | | | | | |
| Proceeds from applications by unit holders | | 18,216 | 17,810 | 184 | 538 |
| Payments for redemptions by unit holders | | (17,134) | (14,633) | (3,784) | (2,820) |
| Distributions paid to unit holders | | <u>(4,778)</u> | <u>(3,923)</u> | <u>(420)</u> | <u>(532)</u> |
| Net cash inflow/(outflow) from financing activities | | <u>(3,696)</u> | <u>(746)</u> | <u>(4,020)</u> | <u>(2,814)</u> |
| Net increase/(decrease) in cash and cash equivalents | | 29 | 164 | (9) | (70) |
| Cash and cash equivalents at the beginning of the year | | <u>284</u> | <u>120</u> | <u>64</u> | <u>134</u> |
| Cash and cash equivalents at the end of the year | 9 | <u>313</u> | <u>284</u> | <u>55</u> | <u>64</u> |
| Non-cash operating and financing activities | 10(b) | 369 | 299 | 9 | 10 |

The above statements of cash flows should be read in conjunction with the accompanying notes.

Notes to the financial statements

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1 General information

These financial statements cover the below Funds (the "Funds") as individual entities. The Funds are Australian registered managed investment schemes which were constituted on the dates in the below table and will terminate in accordance with the provisions of the Funds' Constitution or by Law.

| | |
|--------------------------------|------------------|
| Ventura Growth 70 Fund | 12 February 2002 |
| Ventura Diversified 50 Fund | 12 February 2002 |
| Ventura Conservative Fund | 12 February 2002 |
| Ventura Australian Shares Fund | 12 February 2002 |

The Responsible Entity of the Funds is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975) (the "Responsible Entity"). The Responsible Entity's registered office is Level 1, 575 Bourke Street, Melbourne VIC 3000.

The principal activity of each Funds is to invest in accordance with the investment objective and guidelines as set out in the Funds' current Product Disclosure Statement and Constitution.

The financial statements are presented in the Australian currency unless otherwise noted.

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. The outbreak and the response of Governments in dealing with the pandemic has continued to evolve over the course of time. The prior year saw an increase in financial market volatility and corresponding fluctuations in the fair value of the Funds' investment portfolio. There is still some uncertainty around the impact of COVID, the potential for further outbreaks and the COVID vaccine and its roll out both in Australia and around the world.

The Responsible Entity and Investment Manager are monitoring the situation closely, noting that with the ongoing developments, there is still a degree of uncertainty; therefore it is not possible at this time to predict the extent and nature of the overall impact on the Funds. The Investment Manager however, actively manages the financial risks that the Funds are exposed to, and the Net Asset Values of the Funds continue to be valued in accordance with the frequency set out in the Funds' Offer Documents, applying valuation policies reflective of the prevailing market conditions.

The financial statements were authorised for issue by the directors on the date the Directors' declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

2 Summary of significant accounting policies

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

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Funds are for-profit entities for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities, except where otherwise stated.

The statements of financial position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and liabilities and net assets attributable to unit holders.

The Funds manage financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months, however, an estimate of that amount cannot be determined as at reporting date.

In the case of net assets attributable to unit holders, the units are redeemable on demand at the unit holders' option. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within 12 months cannot be reliably determined.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

i. Compliance with International Financial Reporting Standards (IFRS)

The financial statements of the Funds also comply with IFRS as issued by the International Accounting Standards Board (IASB).

ii. New and amended standards adopted by the Funds

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2020 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

iii. New standards, amendments and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2021 and have not been early adopted in preparing these financial statements.

None of these are expected to have a material effect on the financial statements of the Funds.

(b) Financial instruments

i. Classification

• Financial assets

The Funds classify their financial assets in the following measurement categories:

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

The Funds classify their financial assets based on their business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

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

For equity securities, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

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

• Financial liabilities

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

ii. Recognition and derecognition

The Funds recognise financial assets and financial liabilities on the date they become party to the contractual agreement (trade date) and recognise changes in the fair value of the financial assets or financial liabilities from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Funds have transferred substantially all the risks and rewards of ownership. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statements of comprehensive income.

2 Summary of significant accounting policies (continued)

(b) Financial instruments (continued)

iii. Measurement

- Financial instruments at fair value through profit or loss

At initial recognition, the Funds measure a financial asset at their fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statements of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of 'financial assets or liabilities at fair value through profit or loss' category are presented in the statements of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair value of financial instruments is determined please see Note 4 to the financial statements.

- Financial instruments at amortised cost

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured using the effective interest rate method less any allowance for expected credit losses.

Cash and cash equivalents, receivables for units redeemed and receivables are carried at amortised cost.

iv. Impairment

At each reporting date, the Investment Manager shall estimate a loss allowance on each of the financial assets carried at amortised cost (cash and cash equivalent, receivable for units redeemed and receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Investment Manager shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that the asset is credit impaired. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the net carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

The expected credit loss (ECL) approach is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Funds expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

The amount of the impairment loss is recognised in the statements of comprehensive income within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the statements of comprehensive income.

v. Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the statements of financial position when the Funds have a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

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

(c) Net assets attributable to unit holders

Units are redeemable at the unit holders' option; however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unit holders. The units are classified as financial liabilities.

The units can be put back to the Funds at any time for cash based on the redemption price which is equal to a proportionate share of the Funds' net asset value attributable to the unit holders.

2 Summary of significant accounting policies (continued)

(c) Net assets attributable to unit holders (continued)

The units are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the units back to the Funds.

(d) Cash and cash equivalents

For the purpose of presentation in the statements of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and 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.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represents the Funds' main income generating activity.

(e) Investment income

i. Interest income

Interest income from financial assets at amortised cost is recognised using the effective interest method and includes interest from cash and cash equivalents.

The effective interest method is a method of calculating the amortised cost of a financial asset or liability and of allocating the interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Funds estimate cash flows considering all contractual terms of the financial instruments (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

ii. Distributions

Trust distributions are recognised on an entitlement basis.

(f) Expenses

All expenses are recognised in the statements of comprehensive income on an accrual basis.

(g) Income tax

Under current legislation, the Funds are not subject to income tax provided they attribute the entirety of their taxable income to their unit holders.

(h) Distributions

The Funds may distribute their distributable income, in accordance with the Funds' Constitution, to unit holders by cash or reinvestment. The distributions are recognised in the statements of comprehensive income as finance costs attributable to unit holders.

(i) Increase/decrease in net assets attributable to unit holders

Income not distributed is included in net assets attributable to unit holders. As the Funds' units are classified as financial liabilities, movements in net assets attributable to unit holders are recognised in the statements of comprehensive income as finance costs.

(j) Functional and presentation currency

Balances included in the Funds' financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar which reflects the currency of the economy in which the Funds compete for funds and is regulated. The Australian dollar is also the Funds' presentation currency.

2 Summary of significant accounting policies (continued)

(k) Amounts receivable for units redeemed/payable for units purchased

Amounts receivable for units redeemed/payable for units purchased that have been contracted for but not yet delivered by year end. Trades are recorded on trade date, and normally settled within two business days. A provision for impairment of amounts receivable for units redeemed is established when there is objective evidence that the Funds will not be able to collect all amounts due from the fund manager. Indicators that the amount receivable for units redeemed is impaired include significant financial difficulties of the fund manager, and the probability that the fund manager will enter into bankruptcy or financial reorganisation and default in payments.

(l) Receivables

Receivables may include amounts for interest and trust distributions. Trust distributions are accrued when the right to receive payment is established. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

(m) Payables

Payables include liabilities and accrued expenses owed by the Funds which are unpaid as at the end of the reporting period.

A separate distribution payable is recognised in the statements of financial position.

Distributions declared effective 30 June in relation to unit holders who have previously elected to reinvest distributions are recognised as reinvested effective 1 July of the following financial year.

(n) Applications and redemptions

Applications received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Funds. Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of units redeemed.

(o) Goods and services tax (GST)

The GST incurred on the costs of various services provided to the Funds by third parties such as management, administration and custodian services where applicable, have been passed on to the Funds. The Funds qualify for Reduced Input Tax Credits (RITC) at a rate of at least 55%. Hence, fees for these services and any other expenses have been recognised in the statements of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statements of financial position. Cash flows relating to GST are included in the statements of cash flows on a gross basis.

(p) Use of estimates and judgements

The Investment Manager makes estimates, assumptions and judgements that affect the reported amounts of assets and liabilities within the current and next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations, require management to make estimates and judgements. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

The Investment Manager estimates that the resultant expected credit loss (ECL) derived from using impairment model, has not materially impacted the Funds. Please see Note 3 for more information on credit risk.

For more information on how fair value is calculated refer to Note 4 to the financial statements.

(q) Rounding of amounts

The Funds are entities of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

3 Financial risk management

The Funds' activities expose them to a variety of financial risks including market risk (which incorporates price risk and interest rate risk), credit risk and liquidity risk.

The Funds' overall risk management programme focuses on ensuring compliance with the Funds' Product Disclosure Statement and the investment guidelines of the Funds. They also seek to maximise the returns derived for the level of risk to which the Funds are exposed and seek to minimise potential adverse effects on the Funds' financial performance.

All investments present a risk of loss of capital. The maximum loss of capital on unlisted unit trusts is limited to the fair value of those positions.

The investments of the Funds, and associated risks, are managed by a specialist Investment Manager, Ventura Investment Management Ltd ("Ventura"), under an Investment Management Agreement (the "IMA") approved by the Responsible Entity, and containing the investment strategy and guidelines of the Funds, consistent with those stated in the Product Disclosure Statement. Ventura has appointed a Sub-Investment Manager, Russell Investment Management Ltd, under a Sub-Investment Management Agreement (sub IMA).

The Funds use different methods to measure different types of risk to which they are exposed. These methods are explained below.

(a) Market risk

i. Price risk

The Funds are exposed to price risk on investments in managed investment schemes. Price risk arises from investments held by the Funds for which prices in the future are uncertain.

Price risk is managed by the Sub-Investment Manager. The Funds' Sub-Investment Manager mitigates price risk through diversification and a careful selection of securities and other financial instruments in accordance with the investment mandate of the Funds.

The Funds' overall market positions are monitored on a regular basis by the Funds' Sub-Investment Manager. This information and the compliance with the Funds' Product Disclosure Statement are reported to the Investment Manager's compliance manager and other key management personnel.

The table at Note 3(b) summarises the sensitivities of the Funds' assets and liabilities to price risk. The analysis is based on the reasonably possible shift that the investment portfolio in which the Funds invest move by +/- 10% (2020: +/-10%).

ii. Interest rate risk

Interest rate risk management is undertaken by maintaining as close to a fully invested position as possible thus limiting the exposure of the Funds to interest rate risk.

The Funds have no significant direct interest rate risk as at 30 June 2021 and 30 June 2020.

3 Financial risk management (continued)

(b) Summarised sensitivity analysis

The following table summarises the sensitivity of the Funds' operating profit and net assets attributable to unit holders to market risks. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in foreign exchange rates, interest rates and the historical correlation of the Funds' investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market movements resulting from changes in the performance of and/or correlation between the performances of the economies, markets and securities in which the Funds invests. As a result, historic variations in risk variables should not be used to predict future variances in the risk variables.

| | Impact on operating profit/net assets attributable to unit holders | | | |
|--------------------------------|---|----------|--------------------|----------|
| | Price risk | | | |
| | As at 30 June 2021 | | As at 30 June 2020 | |
| | +10% | -10% | +10% | -10% |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Ventura Growth 70 Fund | 12,092 | (12,092) | 12,522 | (12,522) |
| Ventura Diversified 50 Fund | 9,942 | (9,942) | 10,350 | (10,350) |
| Ventura Conservative Fund | 9,814 | (9,814) | 9,219 | (9,219) |
| Ventura Australian Shares Fund | 1,242 | (1,242) | 1,262 | (1,262) |

(c) Credit risk

The Funds are exposed to credit risk, which is the risk that a counterparty will be unable to pay its obligations in full when they fall due, causing a financial loss to the Funds.

The Funds do not have a significant concentration of credit risk that arises from an exposure to a single counterparty or group of counterparties having similar characteristics. The main concentration of credit risk, to which the Funds are exposed, arises from cash and cash equivalents and receivable for units redeemed by the Funds. None of these assets are impaired nor past their due date. The maximum exposure to credit risk is the carrying of these balances as at the reporting date.

(d) Liquidity risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle their obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Exposure to liquidity risk for the Funds may arise from the requirement to meet daily unit holder redemption requests.

The Sub-Investment Manager monitors the Funds' liquidity position on a regular basis. This information and the compliance with the Funds' policy are reported to the Investment Manager's compliance manager and other key management personnel.

In order to manage the Funds' overall liquidity, the Responsible Entity has the discretion to reject an application for units and to defer or adjust redemption of units if the exercise of such discretion is in the best interests of unit holders. The Funds did not reject or withhold any redemptions during 2021 and 2020.

Maturities of non-derivative financial liabilities

All non-derivative financial liabilities of the Funds in the current period have maturities of less than 1 month.

4 Fair value measurement

The Funds measure and recognise financial assets and liabilities at fair value through profit or loss on a recurring basis.

- Financial assets at fair value through profit or loss (see Note 5)

The Funds have no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

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

The Funds value their investments in accordance with the accounting policies set out in Note 2 to the financial statements.

(a) Fair value in an inactive or unquoted market (level 2)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Investments in unlisted unit trusts are recorded at the redemption value per unit as reported by the Investment Managers of such funds. The Funds may make adjustments to the value based on considerations such as: liquidity of the Investee Fund or its underlying investments, the value date of the net asset value provided, or any restrictions on redemptions and the basis of accounting.

(b) Recognised fair value measurements

The table below presents the Funds' financial assets measured and recognised at fair value as at 30 June 2021.

Ventura Growth 70 Fund

| | Level 1 \$'000 | Level 2 \$'000 | Level 3 \$'000 | Total \$'000 |
|-------------------------------|-------------------|-------------------|-------------------|-----------------|
| As at 30 June 2021 | | | | |
| Financial assets | | | | |
| Unlisted unit trusts | - | 120,919 | - | 120,919 |
| Total financial assets | - | 120,919 | - | 120,919 |

As at 30 June 2020

| | | | | |
|-------------------------------|---|---------|---|---------|
| Financial assets | | | | |
| Unlisted unit trusts | - | 125,216 | - | 125,216 |
| Total financial assets | - | 125,216 | - | 125,216 |

4 Fair value measurement (continued)

(b) Recognised fair value measurements (continued)

Ventura Diversified 50 Fund

| | Level 1 \$'000 | Level 2 \$'000 | Level 3 \$'000 | Total \$'000 |
|-------------------------------|-------------------|-------------------|-------------------|-----------------|
| As at 30 June 2021 | | | | |
| Financial assets | | | | |
| Unlisted unit trusts | - | 99,419 | - | 99,419 |
| Total financial assets | - | 99,419 | - | 99,419 |

As at 30 June 2020

| | | | | |
|-------------------------------|---|---------|---|---------|
| Financial assets | | | | |
| Unlisted unit trusts | - | 103,504 | - | 103,504 |
| Total financial assets | - | 103,504 | - | 103,504 |

Ventura Conservative Fund

| | Level 1 \$'000 | Level 2 \$'000 | Level 3 \$'000 | Total \$'000 |
|-------------------------------|-------------------|-------------------|-------------------|-----------------|
| As at 30 June 2021 | | | | |
| Financial assets | | | | |
| Unlisted unit trusts | - | 98,141 | - | 98,141 |
| Total financial assets | - | 98,141 | - | 98,141 |

As at 30 June 2020

| | | | | |
|-------------------------------|---|--------|---|--------|
| Financial assets | | | | |
| Unlisted unit trusts | - | 92,193 | - | 92,193 |
| Total financial assets | - | 92,193 | - | 92,193 |

Ventura Australian Shares Fund

| | Level 1 \$'000 | Level 2 \$'000 | Level 3 \$'000 | Total \$'000 |
|-------------------------------|-------------------|-------------------|-------------------|-----------------|
| At 30 June 2021 | | | | |
| Financial assets | | | | |
| Unlisted unit trusts | - | 12,423 | - | 12,423 |
| Total financial assets | - | 12,423 | - | 12,423 |

At 30 June 2020

| | | | | |
|-------------------------------|---|--------|---|--------|
| Financial assets | | | | |
| Unlisted unit trusts | - | 12,622 | - | 12,622 |
| Total financial assets | - | 12,622 | - | 12,622 |

4 Fair value measurement (continued)

(c) Transfer between levels

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

There were no transfers between levels in the fair value hierarchy at the end of the reporting period (30 June 2020: nil).

(d) Financial instruments not carried at fair value

The carrying values of receivables and payables approximate their fair values due to their short term nature.

Net assets attributable to unit holders' carrying value differs from their fair value (deemed to be redemption price for individual units) due to differences in valuation inputs. This difference is not material in the current or prior year.

5 Financial assets at fair value through profit or loss

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|--|------------------------|-----------------------|-----------------------------|-----------------------|
| | As at | | As at | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Unlisted unit trusts | <u>120,919</u> | <u>125,216</u> | <u>99,419</u> | <u>103,504</u> |
| Total financial assets at fair value through profit or loss | <u>120,919</u> | <u>125,216</u> | <u>99,419</u> | <u>103,504</u> |

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|--|---------------------------|----------------------|--------------------------------|----------------------|
| | As at | | As at | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Unlisted unit trusts | <u>98,141</u> | <u>92,193</u> | <u>12,423</u> | <u>12,622</u> |
| Total financial assets at fair value through profit or loss | <u>98,141</u> | <u>92,193</u> | <u>12,423</u> | <u>12,622</u> |

An overview of the risk exposures and fair value measurements relating to financial assets at fair value through profit or loss is included in Note 3 and Note 4 to the financial statements.

6 Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, and the relevant activities are directed by means of contractual arrangement.

The Funds consider all investments in managed investment schemes (the "Schemes") to be structured entities. The Funds invest in Schemes for the purpose of capital appreciation and or earning investment income.

The exposure to investments in unrelated Schemes at fair value is disclosed in the following table:

| | Fair value of investment | | Interest held | |
|--------------------------------|---------------------------|---------------------------|----------------------|----------------------|
| | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 % | 30 June 2020 % |
| Ventura Growth 70 Fund | | | | |
| Russell Balanced Fund | <u>120,919</u> | <u>125,216</u> | 9.87 | 10.33 |
| Total unrelated Schemes | <u>120,919</u> | <u>125,216</u> | | |

| | Fair value of investment | | Interest held | |
|------------------------------------|---------------------------|---------------------------|----------------------|----------------------|
| | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 % | 30 June 2020 % |
| Ventura Diversified 50 Fund | | | | |
| Russell Diversified 50 Fund | <u>99,419</u> | <u>103,504</u> | 16.66 | 17.02 |
| Total unrelated Schemes | <u>99,419</u> | <u>103,504</u> | | |

| | Fair value of investment | | Interest held | |
|----------------------------------|---------------------------|---------------------------|----------------------|----------------------|
| | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 % | 30 June 2020 % |
| Ventura Conservative Fund | | | | |
| Russell Conservative Fund | <u>98,141</u> | <u>92,193</u> | 15.97 | 15.38 |
| Total unrelated Schemes | <u>98,141</u> | <u>92,193</u> | | |

| | Fair value of investment | | Interest held | |
|---------------------------------------|---------------------------|---------------------------|----------------------|----------------------|
| | 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 % | 30 June 2020 % |
| Ventura Australian Shares Fund | | | | |
| Russell Australian Shares Fund | <u>12,423</u> | <u>12,622</u> | 4.72 | 6.03 |
| Total unrelated Schemes | <u>12,423</u> | <u>12,622</u> | | |

The fair value of the Schemes is included in financial assets at fair value through profit or loss in the statements of financial position.

The Funds' maximum exposure to loss from their interest in the Schemes is equal to the fair value of their investments in the Schemes as there are no off-balance sheet exposures relating to any of the Schemes. Once the Funds have disposed of their units in a Scheme they cease to be exposed to any risk from that Scheme.

6 Structured entities (continued)

During the years ended 30 June 2021 and 30 June 2020, the Funds' total gains/(losses) incurred on investments in the unrelated Schemes and the distribution income earned as a result of their interests in the unrelated Schemes were as follows:

| | Total gains/(losses) Year ended | | Distribution income Year ended | |
|--------------------------------|------------------------------------|-----------------------|-----------------------------------|-----------------------|
| | 30 June 2021 \$ | 30 June 2020 \$ | 30 June 2021 \$ | 30 June 2020 \$ |
| Ventura Growth 70 Fund | 12,387,712 | (11,528,860) | 12,704,906 | 7,061,776 |
| Ventura Diversified 50 Fund | 7,549,878 | (8,683,328) | 7,952,887 | 7,557,236 |
| Ventura Conservative Fund | 3,783,604 | (5,182,973) | 5,424,156 | 5,272,627 |
| Ventura Australian Shares Fund | 3,142,707 | (2,044,798) | 281,438 | 630,519 |

7 Net assets attributable to unit holders - liability

Movements in the number of units and net assets attributable to unit holders during the year were as follows:

Ventura Growth 70 Fund

| | Year ended | | | |
|--|-------------------------------|-------------------------------|---------------------------|---------------------------|
| | 30 June 2021 Units '000 | 30 June 2020 Units '000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Wholesale | | | | |
| Opening balance | 38,867 | 46,881 | 43,740 | 57,789 |
| Applications | 850 | 6,885 | 1,028 | 8,462 |
| Redemptions | (5,545) | (14,917) | (6,799) | (18,303) |
| Reinvestment of distributions | 6 | 18 | 7 | 24 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 4,270 | (4,232) |
| Closing balance | 34,178 | 38,867 | 42,246 | 43,740 |
| Class A | | | | |
| Opening balance | 58,336 | 72,285 | 81,536 | 110,699 |
| Applications | 3,450 | 9,466 | 5,350 | 14,392 |
| Redemptions | (10,943) | (23,655) | (16,755) | (36,477) |
| Reinvestment of distributions | 426 | 240 | 593 | 362 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 7,990 | (7,440) |
| Closing balance | 51,269 | 58,336 | 78,714 | 81,536 |
| Total closing balance | | | 120,960 | 125,276 |

7 Net assets attributable to unit holders - liability (continued)

Ventura Diversified 50 Fund

| | Year ended | | | |
|--|-------------------------------|-------------------------------|---------------------------|---------------------------|
| | 30 June 2021 Units '000 | 30 June 2020 Units '000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Wholesale | | | | |
| Opening balance | 28,245 | 35,463 | 29,174 | 39,800 |
| Applications | 557 | 2,967 | 600 | 3,350 |
| Redemptions | (4,614) | (10,215) | (5,076) | (11,565) |
| Reinvestment of distributions | 24 | 30 | 25 | 34 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 2,059 | (2,445) |
| Closing balance | 24,212 | 28,245 | 26,782 | 29,174 |
| Class A | | | | |
| Opening balance | 61,945 | 69,960 | 74,313 | 91,317 |
| Applications | 5,568 | 10,344 | 7,215 | 13,591 |
| Redemptions | (11,381) | (18,765) | (14,778) | (24,792) |
| Reinvestment of distributions | 380 | 406 | 456 | 529 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 5,412 | (6,332) |
| Closing balance | 56,512 | 61,945 | 72,618 | 74,313 |
| Total closing balance | | | 99,400 | 103,487 |

Ventura Conservative Fund

| | Year ended | | | |
|--|-------------------------------|-------------------------------|---------------------------|---------------------------|
| | 30 June 2021 Units '000 | 30 June 2020 Units '000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Wholesale | | | | |
| Opening balance | 8,567 | 11,056 | 8,698 | 11,835 |
| Applications | 37 | 118 | 38 | 129 |
| Redemptions | (1,459) | (2,631) | (1,560) | (2,812) |
| Reinvestment of distributions | 31 | 24 | 31 | 26 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 381 | (480) |
| Closing balance | 7,176 | 8,567 | 7,588 | 8,698 |
| Class A | | | | |
| Opening balance | 76,842 | 72,307 | 83,542 | 82,905 |
| Applications | 15,808 | 14,983 | 18,229 | 17,427 |
| Redemptions | (12,796) | (10,686) | (14,706) | (12,327) |
| Reinvestment of distributions | 309 | 238 | 338 | 273 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 3,377 | (4,736) |
| Closing balance | 80,163 | 76,842 | 90,780 | 83,542 |
| Total closing balance | | | 98,368 | 92,240 |

7 Net assets attributable to unit holders - liability (continued)

Ventura Australian Shares Fund

| | Year ended | | | |
|--|-------------------------------|-------------------------------|---------------------------|---------------------------|
| | 30 June 2021 Units '000 | 30 June 2020 Units '000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| Wholesale | | | | |
| Opening balance | 10,953 | 12,954 | 11,236 | 16,001 |
| Applications | 151 | 367 | 166 | 380 |
| Redemptions | (2,801) | (2,370) | (3,309) | (2,710) |
| Reinvestment of distributions | 2 | 2 | 2 | 3 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 2,783 | (2,438) |
| Closing balance | 8,305 | 10,953 | 10,878 | 11,236 |
| Class A | | | | |
| Opening balance | 1,129 | 1,209 | 1,459 | 1,184 |
| Applications | 8 | 108 | 10 | 161 |
| Redemptions | (296) | (193) | (440) | (287) |
| Reinvestment of distributions | 5 | 5 | 7 | 7 |
| Increase/(decrease) in net assets attributable to unit holders | - | - | 360 | 394 |
| Closing balance | 846 | 1,129 | 1,396 | 1,459 |
| Total closing balance | | | 12,274 | 12,695 |

As stipulated within the Funds' Constitution, each unit represents a right to an individual share in the Funds and does not extend to a right in the underlying assets of the Funds.

There are two separate classes of units. Each unit within the same class has the same rights as all other units within that class. Each unit class has a different management fee rate.

Units are redeemed on demand at the unit holders' option. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within twelve months after the end of the reporting period cannot be reliably determined.

Capital risk management

The Funds consider their net assets attributable to unit holders as capital, notwithstanding that net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Funds are subject to daily applications and redemptions at the discretion of unit holders.

Daily applications and redemptions are reviewed relative to the liquidity of the Funds' underlying assets on a daily basis by the Responsible Entity. Under the terms of the Funds' Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust redemption of units if the exercise of such discretion is in the best interests of unit holders.

8 Distributions to unit holders

The distributions declared during the year were as follows:

Ventura Growth 70 Fund

| | Year ended | | Year ended | |
|----------------------------------|--------------|----------------|--------------|---------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2021 | 2020 | 2020 |
| | \$'000 | CPU | \$'000 | CPU |
| Distributions - Wholesale | | | | |
| September | - | - | - | - |
| December | - | - | 153 | 0.3675 |
| March | - | - | 276 | 0.6851 |
| June (payable) | <u>4,338</u> | <u>12.6923</u> | <u>1,938</u> | <u>4.9852</u> |
| Total distributions | <u>4,338</u> | <u>12.6923</u> | <u>2,367</u> | <u>6.0378</u> |

Distributions - Class A

| | | | | |
|----------------------------|---------------|----------------|--------------|---------------|
| December | - | - | 449 | 0.7058 |
| March | - | - | 578 | 0.9627 |
| June (payable) | <u>8,367</u> | <u>16.3197</u> | <u>3,668</u> | <u>6.2883</u> |
| Total distributions | <u>8,367</u> | <u>16.3197</u> | <u>4,695</u> | <u>7.9568</u> |
| Total distributions | <u>12,705</u> | | <u>7,062</u> | |

Ventura Diversified 50 Fund

| | Year ended | | Year ended | |
|----------------------------------|--------------|----------------|--------------|---------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2021 | 2020 | 2020 |
| | \$'000 | CPU | \$'000 | CPU |
| Distributions - Wholesale | | | | |
| December | 21 | 0.0795 | 94 | 0.3016 |
| March | - | - | 108 | 0.3690 |
| June (payable) | <u>2,058</u> | <u>8.5000</u> | <u>1,841</u> | <u>6.5189</u> |
| Total distributions | <u>2,079</u> | <u>8.5795</u> | <u>2,043</u> | <u>7.1895</u> |
| Distributions - Class A | | | | |
| September | 6 | 0.0103 | - | - |
| December | 155 | 0.2602 | 377 | 0.5774 |
| March | - | - | 330 | 0.5249 |
| June (payable) | <u>5,713</u> | <u>10.1086</u> | <u>4,807</u> | <u>7.7597</u> |
| Total distributions | <u>5,874</u> | <u>10.3791</u> | <u>5,514</u> | <u>8.8620</u> |
| Total distributions | <u>7,953</u> | | <u>7,557</u> | |

8 Distributions to unit holders (continued)

Ventura Conservative Fund

| | Year ended | | Year ended | |
|----------------------------------|--------------|---------------|--------------|---------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2021 | 2020 | 2020 |
| | \$'000 | CPU | \$'000 | CPU |
| Distributions - Wholesale | | | | |
| September | 7 | 0.0833 | 1 | 0.0092 |
| December | 21 | 0.2679 | 32 | 0.3090 |
| March | 15 | 0.2028 | 35 | 0.3557 |
| June (payable) | 355 | 4.9502 | 410 | 4.7845 |
| Total distributions | <u>398</u> | <u>5.5042</u> | <u>478</u> | <u>5.4584</u> |
| Distributions - Class A | | | | |
| September | 136 | 0.1750 | 84 | 0.1096 |
| December | 295 | 0.3777 | 327 | 0.4228 |
| March | 245 | 0.3087 | 366 | 0.4705 |
| June (payable) | 4,350 | 5.4264 | 4,018 | 5.2284 |
| Total distributions | <u>5,026</u> | <u>6.2878</u> | <u>4,795</u> | <u>6.2313</u> |
| Total distributions | <u>5,424</u> | | <u>5,273</u> | |

Ventura Australian Shares Fund

| | Year ended | | Year ended | |
|----------------------------------|------------|---------------|------------|---------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2021 | 2020 | 2020 |
| | \$'000 | CPU | \$'000 | CPU |
| Distributions - Wholesale | | | | |
| September | 3 | 0.0294 | 38 | 0.2992 |
| December | 60 | 0.6082 | 151 | 1.2859 |
| March | 11 | 0.1176 | 32 | 0.2841 |
| June (payable) | 147 | 1.7672 | 304 | 2.7742 |
| Total distributions | <u>221</u> | <u>2.5224</u> | <u>525</u> | <u>4.6434</u> |

Ventura Australian Shares Fund

| | Year ended | | Year ended | |
|--------------------------------|------------|---------------|------------|---------------|
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2021 | 2020 | 2020 |
| | \$'000 | CPU | \$'000 | CPU |
| Distributions - Class A | | | | |
| September | 1 | 0.1245 | 6 | 0.4754 |
| December | 8 | 0.8614 | 20 | 1.7264 |
| March | 2 | 0.2508 | 5 | 0.4523 |
| June (payable) | 20 | 2.3475 | 40 | 3.5900 |
| Total distributions | <u>31</u> | <u>3.5842</u> | <u>71</u> | <u>6.2441</u> |
| Total distributions | <u>252</u> | | <u>596</u> | |

9 Cash and cash equivalents

| Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|------------------------|------------|-----------------------------|------------|
| As at | | As at | |
| 30 June | 30 June | 30 June | 30 June |
| 2021 | 2020 | 2021 | 2020 |
| \$'000 | \$'000 | \$'000 | \$'000 |
| | | | |
| <u>226</u> | <u>261</u> | <u>321</u> | <u>535</u> |
| 226 | 261 | 321 | 535 |

Cash at bank
Total cash and cash equivalents

| Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|---------------------------|---------------------------|--------------------------------|---------------------------|
| As at | | As at | |
| 30 June 2021 \$'000 | 30 June 2020 \$'000 | 30 June 2021 \$'000 | 30 June 2020 \$'000 |
| <u>313</u> | <u>284</u> | <u>55</u> | <u>64</u> |
| 313 | 284 | 55 | 64 |

Cash at bank
Total cash and cash equivalents

10 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

| Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|------------------------|----------|-----------------------------|---------|
| Year ended | | Year ended | |
| 30 June | 30 June | 30 June | 30 June |
| 2021 | 2020 | 2021 | 2020 |
| \$'000 | \$'000 | \$'000 | \$'000 |
| | | | |
| - | - | - | - |
| 12,260 | (11,672) | 7,471 | (8,777) |
| 12,705 | 7,062 | 7,953 | 7,557 |
| | | | |
| 19,308 | 29,207 | 15,163 | 25,664 |
| | | | |
| (2,728) | (4,345) | (3,479) | (3,073) |
| | | | |
| (12,388) | 11,529 | (7,550) | 8,683 |
| (7,154) | 2,860 | (1,143) | (948) |
| | | | |
| (1) | (2) | (1) | (2) |
| 22,002 | 34,639 | 18,414 | 29,104 |

(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

Profit/(loss) for the year
Increase/(decrease) in net assets attributable to unit holders
Distributions to unit holders
Proceeds from sale of financial instruments at fair value through profit or loss
Payments for purchase of financial instruments at fair value through profit or loss
Net (gains)/losses on financial instruments at fair value through profit or loss
Net change in receivables
Net change in payables
Net cash inflow/(outflow) from operating activities

(b) Non-cash operating and financing activities

The following distribution payments to unit holders were satisfied by the issue of units under the distribution reinvestment plan

Total non-cash operating and financing activities

| | | | |
|------------|------------|------------|------------|
| 600 | 386 | 481 | 563 |
| 600 | 386 | 481 | 563 |

10 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities (continued)

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|---|---------------------------|------------|--------------------------------|--------------|
| | Year ended | | Year ended | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| (a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities | | | | |
| Profit/(loss) for the year | - | - | - | - |
| Increase/(decrease) in net assets attributable to unit holders | 3,758 | (5,216) | 3,143 | (2,044) |
| Distributions to unit holders | 5,424 | 5,273 | 252 | 596 |
| Proceeds from sale of financial instruments at fair value through profit or loss | 6,478 | 8,726 | 4,108 | 2,672 |
| Payments for purchase of financial instruments at fair value through profit or loss | (7,890) | (11,560) | (525) | (471) |
| Net (gains)/losses on financial instruments at fair value through profit or loss | (3,784) | 5,183 | (3,143) | 2,045 |
| Net change in receivables | (260) | (1,496) | 176 | (54) |
| Net change in payables | (1) | - | - | - |
| Net cash inflow/(outflow) from operating activities | 3,725 | 910 | 4,011 | 2,744 |

(b) Non-cash operating and financing activities

The following distribution payments to unit holders were satisfied by the issue of units under the distribution reinvestment plan

| | | | | |
|--|------------|------------|----------|-----------|
| | 369 | 299 | 9 | 10 |
| Total non-cash operating and financing activities | 369 | 299 | 9 | 10 |

As described in Note 2(i), income not distributed is included in net assets attributable to unit holders. The change in this amount for the year (as reported in 10(a) above) represents a non-cash financing cost as it is not settled in cash until such time as it becomes distributable.

11 Receivables

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|--------------------------|------------------------|--------------|-----------------------------|--------------|
| | As at | | As at | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Distributions receivable | 12,636 | 5,492 | 7,614 | 6,476 |
| Applications receivable | 6 | 18 | 2 | 46 |
| GST receivable | 18 | 8 | 7 | 2 |
| Total receivables | 12,660 | 5,518 | 7,623 | 6,524 |

11 Receivables (continued)

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|--------------------------|---------------------------|--------------|--------------------------------|--------------|
| | As at | | As at | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Distributions receivable | 4,660 | 4,402 | 174 | 351 |
| Applications receivable | 59 | 8 | - | 8 |
| GST receivable | 4 | 2 | 2 | 1 |
| Total receivables | 4,723 | 4,412 | 176 | 360 |

12 Payables

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|-------------------------|------------------------|--------------|-----------------------------|--------------|
| | As at | | As at | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Management fees payable | 11 | 12 | 7 | 8 |
| Redemptions payable | 234 | 101 | 185 | 469 |
| Total payables | 245 | 113 | 192 | 477 |

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|-------------------------|---------------------------|--------------|--------------------------------|--------------|
| | As at | | As at | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Management fees payable | 2 | 3 | 3 | 3 |
| Redemptions payable | 102 | 970 | 273 | 308 |
| Total payables | 104 | 973 | 276 | 311 |

13 Remuneration of auditors

During the year the following fees were paid or payable for services provided by the auditors of the Funds:

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|---|------------------------|---------------|-----------------------------|---------------|
| | Year ended | | Year ended | |
| | 30 June | 30 June | 30 June | 30 June |
| | 2021 | 2020 | 2021 | 2020 |
| | \$ | \$ | \$ | \$ |
| BDO Audit Pty Ltd | | | | |
| <i>Audit services</i> | | | | |
| Audit of financial statements | <u>7,500</u> | - | <u>7,500</u> | - |
| Total remuneration for audit services | <u>7,500</u> | - | <u>7,500</u> | - |
| <i>Taxation services</i> | | | | |
| Tax compliance services | <u>4,235</u> | - | <u>4,235</u> | - |
| Total remuneration for taxation services | <u>4,235</u> | - | <u>4,235</u> | - |
| Total remuneration of BDO Audit Pty Ltd | <u>11,735</u> | - | <u>11,735</u> | - |
| PricewaterhouseCoopers | | | | |
| <i>Other assurance services</i> | | | | |
| Audit of compliance plan | <u>2,346</u> | - | <u>2,346</u> | - |
| Total remuneration for other assurance services | <u>2,346</u> | - | <u>2,346</u> | - |
| Total remuneration of PricewaterhouseCoopers | <u>2,346</u> | - | <u>2,346</u> | - |
| Deloitte Touche Tohmatsu | | | | |
| <i>Audit and other assurance services</i> | | | | |
| Audit of financial statements | - | 9,511 | - | 9,511 |
| Audit of compliance plan | <u>-</u> | <u>5,000</u> | <u>-</u> | <u>5,000</u> |
| Total remuneration for audit and other assurance services | <u>-</u> | <u>14,511</u> | <u>-</u> | <u>14,511</u> |
| <i>Taxation services</i> | | | | |
| Tax compliance services | <u>-</u> | <u>5,293</u> | <u>-</u> | <u>5,293</u> |
| Total remuneration for taxation services | <u>-</u> | <u>5,293</u> | <u>-</u> | <u>5,293</u> |
| Total remuneration of Deloitte Touche Tohmatsu | <u>-</u> | <u>19,804</u> | <u>-</u> | <u>19,804</u> |

13 Remuneration of auditors (continued)

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|---|---------------------------|---------------|--------------------------------|---------------|
| | Year ended | | Year ended | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$ | \$ | \$ | \$ |
| BDO Audit Pty Ltd | | | | |
| <i>Audit services</i> | | | | |
| Audit of financial statements | <u>7,500</u> | <u>-</u> | <u>7,334</u> | <u>-</u> |
| Total remuneration for audit services | <u>7,500</u> | <u>-</u> | <u>7,334</u> | <u>-</u> |
| <i>Taxation services</i> | | | | |
| Tax compliance services | <u>4,235</u> | <u>-</u> | <u>4,195</u> | <u>-</u> |
| Total remuneration for taxation services | <u>4,235</u> | <u>-</u> | <u>4,195</u> | <u>-</u> |
| Total remuneration of BDO Audit Pty Ltd | <u>4,235</u> | <u>-</u> | <u>4,195</u> | <u>-</u> |
| PricewaterhouseCoopers | | | | |
| <i>Other assurance services</i> | | | | |
| Audit of compliance plan | <u>2,346</u> | <u>-</u> | <u>2,346</u> | <u>-</u> |
| Total remuneration for other assurance services | <u>2,346</u> | <u>-</u> | <u>2,346</u> | <u>-</u> |
| Total remuneration of PricewaterhouseCoopers | <u>2,346</u> | <u>-</u> | <u>2,346</u> | <u>-</u> |
| Deloitte Touche Tohmatsu | | | | |
| <i>Audit and other assurance services</i> | | | | |
| Audit of financial statements | - | 9,511 | - | 9,308 |
| Audit of compliance plan | <u>-</u> | <u>5,000</u> | <u>-</u> | <u>5,000</u> |
| Total remuneration for audit and other assurance services | <u>-</u> | <u>14,511</u> | <u>-</u> | <u>14,308</u> |
| <i>Taxation services</i> | | | | |
| Tax compliance services | <u>-</u> | <u>5,293</u> | <u>-</u> | <u>5,212</u> |
| Total remuneration for taxation services | <u>-</u> | <u>5,293</u> | <u>-</u> | <u>5,212</u> |
| Total remuneration of Deloitte Touche Tohmatsu | <u>-</u> | <u>19,804</u> | <u>-</u> | <u>19,520</u> |

The auditors' remuneration is borne by the Investment Manager. Fees are stated exclusive of GST.

14 Related party transactions

The Responsible Entity of Ventura Funds is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975). Accordingly, transactions with entities related to Equity Trustees Limited are disclosed below.

The Responsible Entity has contracted the services of Ventura Investment Management Ltd, to act as Investment Manager, who has appointed a Sub-Investment Manager, Russell Investment Management Ltd, and National Australia Bank Limited to act as Custodian and Administrator for the Funds. The contracts are on normal commercial terms and conditions.

(a) Key management personnel

i. Directors

Key management personnel include persons who were directors of Equity Trustees Limited at any time during or since the end of the financial year and up to the date of this report.

| | |
|-------------------|------------------------------|
| Philip D Gentry | Chairman |
| Russell W Beasley | (appointed 1 September 2020) |
| Harvey H Kalman | (resigned 1 September 2020) |
| Michael J O'Brien | |
| Ian C Westley | (resigned 3 July 2020) |

ii. Responsible Entity

Other than fees paid to the Responsible Entity, there were no other transactions.

iii. Other key management personnel

There were no other key management personnel with responsibility for planning, directing and controlling activities of the Funds, directly or indirectly during the financial year.

(b) Transactions with key management personnel

There were no transactions with key management personnel during the reporting period.

(c) Key management personnel unit holdings

Key management personnel did not hold units in the Funds as at 30 June 2021 (30 June 2020: nil).

(d) Key management personnel compensation

Key management personnel are paid by EQT Services Pty Ltd. Payments made from the Funds to Equity Trustees Limited do not include any amounts directly attributable to the compensation of key management personnel.

(e) Key management personnel loans

The Funds have not made, guaranteed or secured, directly or indirectly, any loans to key management personnel or their personally related entities at any time during the reporting period.

(f) Other transactions within the Funds

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Funds during the financial year and there were no material contracts involving management personnel's interests existing at year end.

14 Related party transactions (continued)

(g) Responsible Entity fees, Investment Manager's fees and other transactions

Under the terms of the Funds' Constitution and Product Disclosure Statement of the Funds, the Responsible Entity and the Investment Manager are entitled to receive management fees.

The transactions during the year and amounts payable as at year end between the Funds, the Responsible Entity and the Investment Manager were as follows:

| | Ventura Growth 70 Fund | | Ventura Diversified 50 Fund | |
|-------------------------------------|------------------------|-----------------|-----------------------------|-----------------|
| | As at | | As at | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$ | \$ | \$ | \$ |
| Management fees for the year | 126,258 | 146,256 | 78,275 | 96,480 |
| Management fees payable at year end | 11,490 | 12,142 | 6,935 | 7,959 |

| | Ventura Conservative Fund | | Ventura Australian Shares Fund | |
|-------------------------------------|---------------------------|-----------------|--------------------------------|-----------------|
| | As at | | As at | |
| | 30 June 2021 | 30 June 2020 | 30 June 2021 | 30 June 2020 |
| | \$ | \$ | \$ | \$ |
| Management fees for the year | 25,451 | 33,477 | 28,826 | 34,341 |
| Management fees payable at year end | 2,116 | 2,840 | 2,554 | 2,795 |

For information on how management fees are calculated, please refer to the Funds' Product Disclosure Statement.

The management fees borne by the Funds are paid to the Investment Manager, who in turn provides the on-payment of the fees to the respective service providers. The on-payment of fees include Responsible Entity fees, Custodian and Administrator fees and other expenses.

Equity Trustees Limited earned \$120,000 (2020: \$121,112) for Responsible Entity services to the Funds. This equates to \$30,000 per Fund (2020: \$30,278 per Fund). The Responsible Entity fees are paid by the Investment Manager.

(h) Related party unit holdings

Parties related to the Funds (including Equity Trustees Limited, its related parties and other schemes managed by Equity Trustees Limited and the Investment Manager) held no units in the Funds as at 30 June 2021 (30 June 2020: nil).

(i) Investments

The Funds did not hold any investments in Equity Trustees Limited or its related parties during the year (2020: nil).

15 Events occurring after the reporting period

No significant events have occurred since the end of the year which would impact on the financial position of the Funds as disclosed in the statements of financial position as at 30 June 2021 or on the results and cash flows of the Funds for the year ended on that date.

16 Contingent assets and liabilities and commitments

There were no outstanding contingent assets, liabilities or commitments as at 30 June 2021 and 30 June 2020.

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- (a) The financial statements and notes set out on pages 8 to 40 are in accordance with the *Corporations Act 2001*, including:
 - i. complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - ii. giving a true and fair view of the Funds' financial position as at 30 June 2021 and of their performance for the financial year ended on that date.
- (b) There are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable; and
- (c) Note 2(a) confirms that the financial statements also comply with the International Financial Reporting Standards as issued by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

Melbourne
9 September 2021

INDEPENDENT AUDITOR'S REPORT

To the unit holders of Ventura Growth 70 Fund, Ventura Diversified 50 Fund, Ventura Conservative Fund and Ventura Australian Shares Fund (collectively the "Ventura Funds" or the "Funds")

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Ventura Funds, which comprises the statements of financial position as at 30 June 2021, the statements of comprehensive income, the statements of changes in equity and the statements of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

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

- (i) Giving a true and fair view of the Funds' financial position as at 30 June 2021 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for opinion

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

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Funds, would be in the same terms if given to the directors as at the time of this auditor's report.

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



Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Director's report, but does not include the financial report and our auditor's report thereon.

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

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

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

Responsibilities of the directors for the Financial Report

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

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

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

BDO

A handwritten signature in black ink, appearing to read 'Tim Aman'.

Tim Aman
Director

9 September 2021