



ANNUAL REPORT 2019

MGSM Alumni Association



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CHAIRMAN'S REPORT

Report by Outgoing Chairman, Karen Ganschow

The MGSM Alumni Association survived its first full year like any startup, with its own roller coaster ride of highs and lows.

It was a year when we reconciled with the inevitability of the MGSM merger with the Faculty of Business and Applied Finance, and refined our focus on nurturing the MGSM legacy and value of our investment in the MGSM MBA.

Highlights were the two events which featured key icons of the MGSM experience:

- Professor Robert Spillane was the key drawcard for our inaugural event challenging, as he always does, the urban myths of management practice whilst declaring his commitment to the standing and reputation of the MGSM MBA.
- Alumnus and former lecturer Graeme Millet, CEO of Western Sydney Airport, starred at our second event, sharing insights into the development Sydney's second airport, a massive infrastructure project for NSW.

Another highlight was the increasing cooperation with the Macquarie Business School (MBS) Alumni team to support our programs. This MBS alumni team, led by Ramya Acharya, Associate Director, Alumni Relations, supports all alumni of the MBS, the great majority of whom have completed undergraduate degrees, whereas the MGSM Alumni Association was set up to focus on the needs specifically of the MGSM alumni.

During the year, we grew our Foundation Membership from a standing start, achieving good progress which was, however, short of our aspirations.

We also established a number of Global Chapter Presidents, but we need to work on building momentum with our global alumni.

Our focus of 'By Alumni, for Alumni' resonates, but crystalising what this represents in terms of concrete services is a work in progress.

It has been a privilege to lead the association for the last period and I am delighted that we have set some solid foundations for growth. I look forward to contributing further to galvanising the MGSM Alumni in the year ahead.

Report by Incoming Chairman, Rebeca Murray

With Karen Ganschow stepping down as Chairman, I was delighted to be elected to this role at the November 2019 Board meeting. I look forward to building on the vision the Board has set under the leadership of Mark Pinder, our Founding Chairman, and the subsequent leadership of Karen Ganschow, who was our Chairman during most of calendar year 2019.

We are the Association of MGSM Alumni: By Alumni, for Alumni.

“It is pleasing to report that your association is in good shape, providing a great foundation for us to work together with alumni to build your association.”

We currently have a critical mass of Foundation Members, who have each contributed \$150 to help fund the development of their association, plus a fast-growing database of interested alumni. Foundation Membership will continue to be open for a few more months and will then close off - with Foundation Members retaining their pioneering status in perpetuity. All alumni, including Foundation Members, will then be invited to join as annual members, to share the benefits of new alumni programs. If you are interested to become a Foundation Member before this class of membership closes off, please act now by going to www.mgsmaa.com.au or contacting us at admin@mgsm.com.au

Since the creation of the MGSMAA on 9 March 2018 as an unincorporated entity, the focus of the Board has evolved. Originally set up to advocate on behalf of the MGSM graduates regarding the preservation of the value of the MGSM brand and quality of the ongoing MBA programs provided by MBS, our focus is now expanding to also provide valued services to our local and global alumni. We also plan to aggressively grow the association, so that the benefits of membership are spread more widely, and alumni benefit from both deeper networking and more personal and professional growth opportunities.

To this end, we plan to work constructively with Macquarie University and the MBS to build MGSMAA alumni services, while continuing to advocate on behalf of our alumni regarding any issues which may detract from the value of the alumni's significant investments in the MGSM brand.

Because of the workloads involved in running a volunteer association with significant growth objectives, we are restructuring the Board to have committees supporting directors responsible for critical functions, such as membership services development, MBS relationship, chapter support, events, membership growth etc.

“I encourage any interested alumni to talk to me or other MGSMAA Board directors regarding joining a committee.”

Committee work for the MGSMAA is a delightful opportunity to work with fellow alumni for a common purpose, hopefully reminding us of some great MBA syndicate group experiences! Apart from the benefits of reconnecting with fellow alumni, the benefits to alumni of joining a committee include increasing the diversity of inputs into the planning and execution of alumni services, reducing the workload on directors, and identifying and training future board directors.

As a result of contributions from Foundation Members plus small surpluses from our events, we are fortunate to be commencing our growth focus with a bank balance which will ensure financial viability as we move into the new calendar year.

I would like to take this opportunity to thank the hard-working directors of MGSMA, who are balancing busy lives to contribute to our new association on a voluntary basis. Current directors are:

- Karen Ganschow
- Lindsay Munns
- Randal Tame
- Richard Curtis
- Alan MacDonald
- Piers Morgan

As in any volunteer organisation, we sadly lose great directors as a result of their job or other life changes, so a big thank you also to directors who have retired off the Board since we commenced:

- Mark Pinder
- Kate Gunn
- Trent Daniel
- Bill Beerworth
- Anne Terry
- Richard Kimber
- Ryan Cho
- Kristin Rogers
- Michael Morgan

These past directors remain close to the MGSMAA and we look forward to involving them in different ways as the association grows.

Special thanks are due to our outstanding Board Secretary, Pat McDonald, who has supported the MGSMAA on a voluntary basis from the very start, providing a range of invaluable services - including knowing so many of our alumni.

“On behalf of the Board, our biggest thanks must go to our current Foundation Members.”

These are the visionary people who have provided our initial funding plus ongoing input into the future services we will be developing. Your continuing input is essential to ensure that the services we develop are aligned with your needs, and we really urge you to stay in touch with me and other directors as we build the association you always wanted. To this end we are currently building a program of ways of engaging with Foundation Members and other alumni in the year ahead, and we look forward to this engagement with you.

Rebecca Murray
MGSMAA Chairman
24 November 2019

FINANCIAL REPORT

The association has ended its first year of operation in a sound financial position with a balance of \$9,401 in the bank.

Total revenue for the year was \$13,612 - primarily sourced from foundation membership contributions and a small surplus from our first Global Event.

The organization has been run on a very lean expense base thanks to the voluntary contribution of its board, members and partners. With total expenses of \$4,211, the main expense to date has been the various technology and hosting services essential to providing our core functions to our global membership base.

In the coming year we will be seeking to build on this funding base through developing various sources of sustainable revenue whilst further investing in the growth and development of the association.

We are grateful for the contribution of Sri Accounting and Business Services of Toongabbie who provided bookkeeping services and the preparation of our initial financial report on a voluntary basis during our first year. This support has been invaluable in providing a professional basis for financial governance of the association.

I look forward to seeing the association moving forward on a sustainable financial basis.

Lindsay Munns
MGSMAA Treasurer
24 November 2019

FINANCIAL STATEMENTS

The following 2019 report pack provided by Sri Accounting and Business Services includes:

Detailed Profit & Loss Statement

Detailed Balance Sheet

Notes to the Financial Statements

Trustee's Declaration

Compilation Report

MGSM ALUMNI ASSOCIATION

ABN 63 674 708 189

Financial Statements
For the year ended 30 June 2019

Sri Accounting & Business Services
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MGSM ALUMNI ASSOCIATION

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MGSM ALUMNI ASSOCIATION**Detailed Profit and Loss Statement
For the year ended 30 June 2019**

2019

\$

Income

Foundation Membership Income	12,881
Event Income over expenses	731
Total income	<u>13,612</u>

Expenses

Bank fees & charges	223
Flowers & Gifts	242
Meeting Expenses	106
Postage	207
Software Hosting	297
Web Hosting Expenses	3,137
Total expenses	<u>4,211</u>
Income over expenses for 14 months from 1st May 2018 to 30 June 2019)	<u><u>9,401</u></u>

MGSM ALUMNI ASSOCIATION

Detailed Balance Sheet as at 30 June 2019

	Note	2019 \$
<hr/>		
Current Assets		
Cash Assets		
Cash at bank - NAB xx9839		9,401
		<u>9,401</u>
		<u>9,401</u>
Total Current Assets		<u>9,401</u>
		<u>9,401</u>
Total Assets		<u>9,401</u>
		<u>9,401</u>
Net Assets		<u>9,401</u>
		<u>9,401</u>
Equity		
Accumulated Members fund		9,401
Total Equity		<u>9,401</u>

These financial statements are unaudited. They must be read in conjunction with the attached Accountant's Compilation Report and Notes which form part of these financial statements.

MGSM ALUMNI ASSOCIATION

Notes to the Financial Statements For the year ended 30 June 2019

Note 1: Summary of Significant Accounting Policies

The directors of the trustee company have prepared the financial statements of the trust on the basis that the trust is a non-reporting entity because there are no users dependant on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the trust deed, the information needs of the stakeholders and for the basis of preparation of the income tax return.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the directors of the trustee company have determined are appropriate to meet the purposes of preparation. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

(a) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

(b) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue recognised related to the provision of services is determined with reference to the stage of completion of the transaction at the reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

(c) 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 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 balance sheet are shown inclusive of GST.

MGSM ALUMNI ASSOCIATION

Trustee's Declaration

The directors of MGSM ALUMNI ASSOCIATION declare that the trust is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements

The directors of the trustee company declare that:

- (i) the financial statements and notes, present fairly the trust's financial position as at 30 June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
- (ii) in the directors' opinion there are reasonable grounds to believe that the trust will be able to pay its debts as and when they become due and payable.

The directors are responsible for the reliability, accuracy and completeness of the accounting records and the disclosure of all material and relevant information.

The declaration is made in accordance with a resolution of the Board of Directors of the trustee company.

Lindsay Munns , (Director)

Pat W McDonald , (Director)

Date

MGSM ALUMNI ASSOCIATION

Compilation Report to MGSM ALUMNI ASSOCIATION

We have compiled the accompanying special purpose financial statements of MGSM ALUMNI ASSOCIATION, which comprise the balance sheet as at 30 June 2019, the profit and loss statement for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial report has been prepared is set out in Note 1. The extent to which Australian Accounting Standards and other mandatory professional reporting requirements have or have not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The Responsibility of the Directors of the Trustee Company

The directors of the trustee company are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the significant accounting policies used are appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our Responsibility

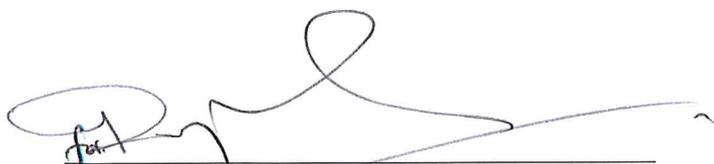
On the basis of information provided by the directors of the trustee company, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies as described in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the significant accounting policies described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110: Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors of the trustee company who are responsible for the reliability, accuracy and completeness of the information used to compile them. Accordingly, these special purpose financial statements may not be suitable for other purposes. We do not accept responsibility for the contents of the special purpose financial statements.



Gunaratnam Kumarasiri
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6 August, 2019