

Identification Statement

Funeral Fund

Issued 24 May 2018

Issuer details

UCA Funds Management Limited ABN 46 102 469 821, AFSL 294147 (**UCAFML**), a public company limited by guarantee incorporated under the Corporations Act ACN 102 469 821, Level 5, 130 Little Collins Street Melbourne VIC 3000 is the Issuer of the Funeral Fund (the **Fund**).

Identification of relevant exemption

UCAFML relies on the exemptions under section 5(1) of ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813 (ASIC Instrument).

The Offer Document for the Fund includes information that meets the requirements in section 5 and the conditions in section 7 of the ASIC Instrument for the exemptions contained in section 5(1) of the ASIC Instrument to apply.

Compliance arrangements

- › The Offer Document for the Fund is reviewed by external legal counsel before it is issued to ensure it contains the information required by section 7 of the ASIC Instrument.
- › This Identification Statement was reviewed by external legal counsel to ensure compliance with section 7(2) of the ASIC Instrument.
- › Identification Statements are published on the UCA Funds Management Limited website at www.ucafunds.com.au/discloseddocuments for at least five (5) years from the date they are accepted by ASIC and relied on by UCAFML.
- › The Risk and Compliance Manager of UCAFML will review any promotional material and the Offer Document before they are released to ensure that there is no reference to the charitable investment fundraiser, the Offer Document, the promotional material or interests in the Fund having been approved by ASIC.
- › The Risk and Compliance Manager of UCAFML will review the Offer Document and any promotional material referring to interests in the Fund to ensure no reference to the terms “at-call” or on “deposit” or any other word or expression that is of like import to those terms.
- › Application forms for the Fund will require applicants to provide a separate signed statement that they understand the disclosures required by sections 7(11) and 7(12) of the ASIC Instrument. A similar statement will be required for additional investments made on or after 1 January 2018.
- › UCAFML has arrangements in place to confirm that it has reasonable grounds to believe that it is able to redeem all holders' entitlements that it is required to pay or that may reasonably be expected to fall due before it repays a holder's interest in the Fund, except in the case of winding up of the Fund.
- › The Risk and Compliance Manager monitors proposed changes to the Terms and Conditions and the Identification Statement to ensure that it is up to date and does not contain any misleading statements or material omissions. If changes are to be made or it is considered that the Identification Statement inadvertently contains any misleading statement or material omission, a replacement Identification Statement will be lodged with ASIC and published on the UCA Funds Management Limited website at www.ucafunds.com.au/discloseddocuments once ASIC has accepted it.
- › UCAFML has arrangements in place to identify and report to ASIC a failure to comply with the conditions in section 7 of the ASIC Instrument within 15 days of becoming aware of it.
- › The Company Secretary of UCAFML diarises the date when audited financial statements for the Fund are due to be lodged with the ACNC.

Product type – debenture or interests in managed investment schemes

UCAFML will issue interests in a managed investment scheme known as the Funeral Fund.

Financial Year

The Financial year for the Funeral Fund is 1 July to 30 June.

AFS Licence

UCAFML holds an AFS Licence 294147.

Charitable purpose

UCAFML is a charity registered with the Australian Charities and Not-for-profits Commission (**ACNC**).

The charitable purpose of UCAFML is ‘advancing religion’. More specifically, UCAFML’s objectives are:

- › To provide an investment medium for the Synod of Victoria and Tasmania parishes; congregations, presbyteries, schools, programs and agencies of the Uniting Church in Australia (the Church);
- › To provide an investment medium for other non-profit organisations with a religious, charitable or educational purpose;
- › To further the mission of the Church by making an annual grant to the Synod of Victoria and Tasmania;
- › To make payments and provide benefits to the Uniting Church in Australia Property Trust (Victoria) and to the Uniting Church in Australia Property Trust (Tasmania) for the religious and charitable work of the Church; and
- › To do all such other lawful things as are incidental or conducive to the attainment of the above objects or which may be calculated to advance directly or indirectly the interests of the Church.

The issue of interests in the Funeral Fund will promote this charitable purpose by:

- › Providing an ethical investment for its investors;
- › Maximising the use of financial resources within the Church by pooling those resources;
- › Encouraging members, adherents, associates, parishes, agencies and programs of the Church to save and invest their funds ethically;
- › Benefiting the Church as a whole by setting aside a proportion of funds raised for the provision of low interest or no interest loans to Church parishes, programs or agencies to assist the general mission of the Church; and
- › Providing grants from surplus income of the fund to assist the general mission of the Church.

Key terms

The terms of the Funeral Fund are annexed as Schedule A.

In particular:

Rate of Return/Distribution

There is no entitlement to interest unless the investor elects an interest bearing account.

If the investor elects an interest-bearing account:

- a) there is no entitlement to interest until maturity of the Funeral Fund Account at which time it will be credited and added to the amount of the investment(s);
- b) interest on an interest-bearing account is calculated on a daily basis from the date of receipt of monies by the Fund provided that investments are received before 11:00 a.m. on that day;
- c) interest will be calculated up to the day prior to the date of maturity; and
- d) the rate of interest may be varied from time to time and investors will be individually notified in writing in advance of such variations. Investors may choose to receive less than that rate by giving written notice in which case the foregone interest will be used for the mission of the Church.

Fees and Costs

- › Fees and costs payable by investors comprise a management fee, recoverable expenses and an underlying fund management fee.
- › Fees and costs are deducted from the income of the Fund before any income is allocated to investors.
- › The underlying management fee is payable for managing the Fund’s investments in the UCA Enhanced Cash Portfolio.

Investor information

Interests are currently offered to individuals who are members, adherents or associates of the Church and members of the public who wish to promote the religious, educational and charitable purposes of the Church by investing in the Funeral Fund.

Some of these individuals may be non-associated retail clients. However, the Fund is not a short term investment product because redemptions cannot be made on less than 31 days' notice.

Investments in the Fund will be used to support the charitable purposes of the Fund as detailed in the charitable purpose section of this Identification Statement. This Identification Statement may be viewed on the UCA Funds Management Limited website at www.ucafunds.com.au/disclosuredocuments.

UCAFML is required by law to notify investors that the interests in the Fund and their offering, are not subject to the usual protections for investors under the Corporations Act or regulation by ASIC.

UCAFML is required by law to notify investors that investment in the Fund is designed for investors who wish to promote the religious, educational and charitable purposes of the Church. Investors may be unable to get back some or all of their money when expected or at all. Investment in the Fund is not comparable to investment with banks, finance companies or fund managers.

UCAFML will pay or repay any amount in relation to an interest in the Fund only by way of a transfer to an account of the deceased's estate or trust or funeral services provider with an Australian Deposit Taking Institution or a cheques to the deceased's estate or trust or funeral services provider.

Interests are offered through a formal Offer Document and written application form.

Audited Financial Statements

UCAFML is a charity registered with the ACNC. UCAFML will within six (6) months after the end of the financial year have a registered company auditor audit the financial statements and provide an auditors report and within six (6) months after the end of the financial year lodge the audited financial statements and auditors report with ACNC. Following acceptance by ACNC the audited financial statements and auditors report will be published on the UCA Funds Management Limited website at www.ucafunds.com.au/disclosuredocuments for at least three (3) years.

UCAFML, as a reporting entity, will ensure that the financial statements comply with the accounting standards.

Asset types

The Fund may hold a diversified combination of cash, cash securities, fixed interest securities (including debentures, corporate bonds and mortgage backed securities), hybrid securities, commercial mortgage loans and community impact investments (including loans) (through investing in the UCA Enhanced Cash Portfolio).

All assets will be held in Australia.

Consent

UCAFML consents to the examination of its application to register this Identification Statement for the Funeral Fund on request to ASIC.

Authorised Signatory

I, Leeanne Allouise Lukaitis, am authorised to sign this identification statement on behalf of UCA Funds Management Limited in the capacity of Company Secretary.



Leeanne Lukaitis
Company Secretary
UCA Funds Management Limited

24 May 2018

Schedule A

Terms and conditions

UCA Funds Management Limited ABN 46 102 469 821

Terms and conditions relating to investments in the Funeral Fund (the Fund).

All investments are held in debentures issued by UCA Cash Management Fund Limited (UCA Cash). The Fund is issued, managed and administered by UCA Funds Management Limited (UCA Funds Management).

1. UCA Funds Management relies on ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813 in relation to the Fund.
 - a) The investment is designed for investors who wish to promote the religious, educational and charitable purposes of The Uniting Church in Australia, Synod of Victoria and Tasmania (the Church) and for whom the considerations of profit are not of primary relevance; and
 - b) The normal protections that would apply under the Corporations Act do not apply.
2. Funds are invested in a diversified combination of cash, cash securities, fixed interest securities (including debentures, corporate bonds and mortgage backed securities), hybrid securities, commercial mortgage loans and community impact investments (including loans) (through investing in the UCA Enhanced Cash Portfolio). Investments are not secured or guaranteed.
3. Investments are made within the Ethical Investment Policy approved by The Uniting Church in Australia, Synod of Victoria and Tasmania, details of which are available at www.ucafunds.com.au or can be provided upon request.
4. Subject to clause 5 income derived from the investments, after distributions to investors, is used for the mission of the Church.
5. Reasonable expenses incurred in administration of the Fund are deducted from income prior to distribution.
6. The investor's decision to invest funds in a Funeral Fund Account is irrevocable.
7. Investments are made into a Funeral Fund account which is an "exempt funeral investment" for the purposes of the Social Security Act and regulations (the Act) and the investment(s) are not assessable under the Assets Test. To obtain "exempt funeral investment" status these Terms and Conditions must comply with Centrelink Guidelines which prohibit transfer or redemption of the funds before maturity.
8. The total amount invested must not exceed the amount established by the Federal Government (indexed annually) or such other amount as may from time to time be allowed by the Act ("the prescribed maximum").
9. The minimum amount that may be lodged as an initial investment is \$100.
10. Upon the establishment of a Funeral Fund Account, a written advice will be issued to the investor.
11. Investors will receive a written acknowledgment for each subsequent investment. Acknowledgment of investment is not a document of title.
12. Investments are not transferrable.
13. No redemptions can be made from the Funeral Fund Account before the Funeral Account matures.
14. The Funeral Fund Account will mature on the later of 31 days from the date of opening the account and the date of the investor's death.
15. Redemptions can only be made upon maturity if UCA Funds Management has reasonable grounds to believe that it is able to redeem all investors' entitlements that it is required to pay or that may reasonably be expected to fall due.
16. On maturity of the Funeral Fund Account, the invoice(s) for the investor's funeral expenses and/or proofs of payment of such invoices must be presented to UCA Funds Management.
17. On receipt of the above documentation, or such other documentation that is to the satisfaction of UCA Funds Management, a cheque will be issued from the investment(s) and accumulated interest in the Funeral Fund Account for the investor's funeral expenses.
18. "Funeral expenses" mean the expenses of a funeral business or funeral contractor in relation to the conduct of the investor's funeral.
19. UCA Funds Management will pay the residue of funds (if any), after the investor's funeral expenses have been deducted, to the estate of the investor on completion of legal formalities to the satisfaction of UCA Funds Management.
20. If the funds in the Funeral Fund Account are insufficient to cover the investor's funeral expenses, UCA Funds Management will in no way be liable to pay any shortfall.
21. Cheques will only be drawn from the Funeral Fund Account by UCA Funds Management:
 - a) in payment of reimbursement of the investor's funeral expenses (or part thereof); and
 - b) in payment to the investor's estate of the residue (if any).

22. Investments can only be made by negotiable instruments (for example cheques) or electronically. Cash will not be accepted.
23. UCA Funds Management reserves the right to refuse any initial investments without providing a reason.
24. There is no entitlement to interest unless the investor elects an interest bearing account.
25. If the investor elects an interest-bearing account:
 - a) there is no entitlement to interest until maturity of the Funeral Fund Account at which time it will be credited and added to the amount of the investment(s);
 - b) interest on an interest-bearing account is calculated on a daily basis from the date of receipt of monies by the Fund provided that investments are received before 11.00 a.m. on that day;
 - c) interest will be calculated up to the day prior to the date of maturity;
 - d) the rate of interest may be varied from time to time and investors will be individually notified in writing in advance of such variations. Investors may choose to receive less than that rate by giving written notice in which case the foregone interest will be used for the mission of the Church;
 - e) in the event that the investor elects an interest-bearing account, the investor acknowledges that he or she accepts responsibility for tax liability arising in respect of interest notwithstanding that, although interest is not payable until maturity, tax liability may arise each year on interest accruing.
26. Funeral Fund Accounts are only available to one investor. Joint accounts are not allowed.
27. An investor can only have one Funeral Fund Account at any one time.

24 May 2018

State of Victoria
Statutory Declaration

I, Leeanne Allouise Lukaitis of UCA Funds Management Limited, 130 Little Collins Street Melbourne Vic 3000, Company Secretary, do solemnly and sincerely declare that:

1. I am the Company Secretary of UCA Funds Management Limited ABN 46 102 469 821.
2. UCA Funds Management Limited is a charity as defined in ASIC RG 87.

I acknowledge that this declaration is true and correct, and I make it with the understanding and belief that a person who makes a false declaration is liable to the penalties of perjury.

Declared at Melbourne this 24 Day of May 2018



Leeanne Allouise Lukaitis

Before me:



Paul Connelly
130 Little Collins Street
Melbourne, Vic 3000
CPA 1527279
24 May 2018