



SBA Formally Establishes Charitable Foundation

On April 19th 2010, founders settled the Trust Deed for the establishment of The SBA Foundation, a charitable Private Ancillary Fund under the relevant legislation, to be administered by Perpetual Trustees.

The Deed is now moving through the approval process within the Australian Taxation Office, which should lead to its final registration and initial endowment prior to 30th June 2010.

The Trust has been established to continue in perpetuity the work SBA has done in supporting community causes since our inception in 2003. The Deed therefore provides that the purpose of the Foundation will be in line with those initiatives which have been core to SBA's historical community focus, being the areas of Health, Education, Poverty Reduction and Environmental Sustainability both in Australia and internationally. The Foundation will also be enabled to provide funding for Natural Disaster relief and certain other measures under the terms of the Deed. It will not be able to fund the arts.

The initial endowment has been set at an amount equal to 20% of the aggregate pre-tax profits generated by SBA in its full first 7 years of operation (being the 2003 / 2004 to 2009 / 2010 financial years inclusive). Assuming only modest investment returns over time approximating the current Bank deposit rate of 5.5% - 6%, the foundation endowment will be sufficient to generate ongoing annual grants in the vicinity of \$125,000 - \$150,000 per annum, without any erosion of the seed capital base. It is hoped that further endowments will also be made over time.

This sort of initiative is only possible because of the incredible support given to SBA by our clients and work colleagues. We thank each and every one of them.