

C Worldwide Global Equity Trust

ARSN 087 585 368

Annual report

For the year ended 30 June 2019

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This annual report covers C Worldwide Global Equity Trust as an individual entity.

The Responsible Entity of C Worldwide Global Equity Trust 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 C Worldwide Global Equity Trust (the "Fund"), present their report together with the financial statements of the Fund for the year ended 30 June 2019.

Principal activities

The Fund invests in listed global equity securities and derivatives in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The objective of the Fund is to outperform the MSCI All Country World Index, including net dividends and measured in AUD.

The Fund did not have any employees during the year.

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

The various service providers for the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	BNP PARIBAS ASSET MANAGEMENT Australia Limited
Sub Investment Manager	C WorldWide Asset Management Fondsmæglersekskab A/S
Custodian and Administrator	BNP Paribas Fund Services Australasia Pty Limited
Statutory Auditor	PricewaterhouseCoopers

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)
Harvey H Kalman	
Ian C Westley	
Michael J O'Brien	(appointed 11 July 2018)

Review and results of operations

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

The Fund's performance was 15.5% (net of fees) for the year ended 30 June 2019. The Fund's benchmark, the MSCI All Country World Index (including net dividends and measured in AUD) returned 11.33% for the same period.

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

	Year ended	
	30 June 2019	30 June 2018
Operating profit/(loss) for the year (\$'000)	31,080	24,960
Distributions paid and payable (\$'000)	1,714	1,329
Distributions (cents per unit)	3.13	1.28

Significant changes in the state of affairs

Michael J O'Brien was appointed as a director of Equity Trustees Limited on 11 July 2018.

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

Directors' report (continued)

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2019 that has significantly affected, or may have a significant effect on:

- i. the operations of the Fund in future financial years;
- ii. the results of those operations in future financial years; or
- iii. the state of the affairs of the Fund in future financial years.

Likely developments and expected results of operations

The Fund 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 Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. 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 Fund 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 Fund's Constitution and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

Indemnification of auditor

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

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

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 16 to the financial statements.

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

The number of interests in the Fund held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 16 to the financial statements.

Interests in the Fund

The movement in units on issue in the Fund during the year is disclosed in Note 9 to the financial statements.

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

Environmental regulation

The operations of the Fund 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.

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 5.

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.

A handwritten signature in blue ink, appearing to read 'P.D. Gentry', is centered on the page. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Philip D Gentry
Chairman

Melbourne
12 September 2019



Auditor's Independence Declaration

As lead auditor for the audit of C Worldwide Global Equity Trust for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in blue ink, appearing to read 'G Sagonas', with a large, sweeping flourish underneath.

George Sagonas
Partner
PricewaterhouseCoopers

Melbourne
12 September 2019

Statement of comprehensive income

		Year ended	
	Note	30 June 2019 \$'000	30 June 2018 \$'000
Investment income			
Interest income from financial assets at amortised cost		43	39
Dividend income		3,835	3,488
Trust distribution income		86	-
Net foreign exchange gain/(loss)		(1)	44
Net gains/(losses) on financial instruments at fair value through profit or loss	5	<u>29,798</u>	<u>24,081</u>
Total investment income/(loss)		<u>33,761</u>	<u>27,652</u>
Expenses			
Management fees	16	1,919	1,659
Custody and administration fees		225	214
Transaction costs		138	146
Withholding taxes		393	664
Other expenses		<u>6</u>	<u>9</u>
Total expenses		<u>2,681</u>	<u>2,692</u>
Operating profit/(loss) for the year		<u>31,080</u>	<u>24,960</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u>31,080</u>	<u>24,960</u>

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

Statement of financial position

		30 June 2019 \$'000	As at 30 June 2018 \$'000
Assets			
Cash and cash equivalents	11	36,547	3,630
Receivables	13	903	561
Financial assets at fair value through profit or loss	6	<u>280,900</u>	<u>198,679</u>
Total assets		<u>318,350</u>	<u>202,870</u>
Liabilities			
Distributions payable		1,338	680
Due to brokers - payable for securities purchased		34,214	-
Payables	14	994	428
Financial liabilities at fair value through profit or loss	7	<u>64</u>	<u>-</u>
Total liabilities		<u>36,610</u>	<u>1,108</u>
Net assets attributable to unit holders - equity	9	<u>281,740</u>	<u>201,762</u>

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

Statement of changes in equity

		Year ended	
	Note	30 June 2019 \$'000	30 June 2018 \$'000
Total equity at the beginning of the financial year		201,762	-
Reclassification due to AMIT tax regime implementation*	9	-	182,002
Comprehensive income for the financial year			
Profit/(loss) for the year		31,080	24,960
Other comprehensive income		-	-
Total comprehensive income		31,080	24,960
Transactions with unit holders			
Applications	9	114,204	43,886
Redemptions	9	(63,845)	(48,220)
Reinvestment of distributions	9	253	463
Distributions paid and payable	9	(1,714)	(1,329)
Total transactions with unit holders		48,898	(5,200)
Total equity at the end of the financial year*		281,740	201,762

* Effective from 1 July 2017, the Fund's units have been reclassified from financial liability to equity. Refer to Note 9 for further detail.

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

Statement of cash flows

		Year ended	
	Note	30 June 2019 \$'000	30 June 2018 \$'000
Cash flows from operating activities			
Proceeds from sale of financial instruments at fair value through profit or loss		90,223	52,088
Purchase of financial instruments at fair value through profit or loss		(108,368)	(50,064)
Interest income received from financial assets at amortised cost		39	40
Trust distributions received		62	-
Dividends received		3,570	2,699
GST paid		(8)	(13)
Management fees paid		(1,896)	(1,641)
Custody and administration fees paid		(220)	(212)
Transaction costs paid		(120)	(146)
Other expenses paid		(6)	(9)
Net cash inflow/(outflow) from operating activities	12(a)	<u>(16,724)</u>	<u>2,742</u>
Cash flows from financing activities			
Proceeds from applications by unit holders		113,770	43,999
Payments for redemptions by unit holders		(63,325)	(48,214)
Distributions paid to unit holders		(803)	(726)
Net cash inflow/(outflow) from financing activities		<u>49,642</u>	<u>(4,941)</u>
Net increase/(decrease) in cash and cash equivalents		32,918	(2,199)
Cash and cash equivalents at the beginning of the year		3,630	5,785
Effect of foreign currency exchange rate changes on cash and cash equivalents		(1)	44
Cash and cash equivalents at the end of the year	11	<u>36,547</u>	<u>3,630</u>
Non-cash operating and financing activities	12(b)	253	704

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

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1. General information

These financial statements cover C Worldwide Global Equity Trust (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme which was constituted on 7 May 1999 and will terminate in accordance with the provisions of the Fund's Constitution or by Law.

The Responsible Entity of the Fund 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 financial statements are presented in the Australian currency unless otherwise noted.

The Fund invests in listed global equity securities and derivatives in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

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 Fund is a for-profit entity 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 statement of financial position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and does not distinguish 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 at fair value through profit or loss and net assets attributable to unit holders.

The Fund manages 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 holder's 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.

i. Compliance with International Financial Reporting Standards (IFRS)

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

ii. New and amended standards adopted by the Fund

The Fund had to change some of its accounting policies as a result of new and revised accounting standards which became effective for the first time in the current reporting period. The affected policies are:

- AASB 9 *Financial Instruments* (and applicable amendments)

AASB 9 '*Financial Instruments*' became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139. The derecognition rules have not changed from the previous requirements, and the Fund does not apply hedge accounting.

Derivatives and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

2. Summary of significant accounting policies (continued)

a. Basis of preparation (continued)

ii. *New and amended standards adopted by the Fund (continued)*

- AASB 9 *Financial Instruments* (and applicable amendments) (continued)

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

- AASB 15 *Revenue from Contracts with Customers*

AASB 15 became effective for annual periods beginning on or after 1 January 2018 which is based on the principle that revenue is recognised when control of a good or service transfers to a customer – so the notion of control replaces the existing notion of risks and rewards.

The Fund's main sources of income are interest, dividends, distributions and gains on financial instruments at fair value. All of these are outside the scope of the new revenue standard. As a consequence, the adoption of AASB 15 does not have a material impact on the Fund's accounting policies or the amounts recognised in the financial statements.

iii. *New standards and interpretations not yet adopted*

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, 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 Fund.

b. Financial instruments

i. *Classification*

- Financial assets

The Fund classifies its 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 Fund classifies its financial assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

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

For equity securities and derivatives, 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 and 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

Derivative contracts that have a negative fair value are presented as financial liabilities at fair value through profit or loss.

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, due to brokers, investment management fees payable, Responsible Entity fees payable, custody and administration fees payable and redemptions payable).

2. Summary of significant accounting policies (continued)

b. Financial instruments (continued)

ii. Recognition and derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in 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 Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged.

iii. Measurement

- Financial instruments at fair value through profit or loss

At initial recognition, the Fund measures its investments, which are classified as financial assets and liabilities at fair value through profit or loss, at its fair value. Transaction costs of financial assets and liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement 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.

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured according to their classification.

iv. Impairment

At each reporting date, the Fund shall measure the loss allowance on financial assets at amortised cost (cash 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 Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross 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.

v. Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position when the Fund has 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 statement 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 can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unit holders.

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 Fund.

2. Summary of significant accounting policies (continued)

c. Net assets attributable to unit holders (continued)

Units are classified as equity when they satisfy the following criteria under AASB 132 *Financial Instruments: Presentation*:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

d. Cash and cash equivalents

For the purpose of presentation in the statement 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 represent the Fund's main income generating activity.

e. Investment income

i. Interest income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis 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 Fund estimates 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. Dividends and distributions

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense. The Fund currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the statement of comprehensive income.

Trust distributions are recognised on an entitlements basis.

f. Expenses

All expenses are recognised in the statement of comprehensive income on an accruals basis.

g. Income tax

Under current legislation, the Fund is not subject to income tax provided it attributes the entirety of its taxable income to its unit holders.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are included in the statement of comprehensive income within other operating expenses.

2. Summary of significant accounting policies (continued)

h. Distributions

The Fund may distribute its distributable income, in accordance with the Fund's Constitution, to unit holders by cash or reinvestment. The distributions are recognised in the statement of changes in equity.

i. Foreign currency translation

i. Functional and presentation currency

Balances included in the Fund's 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 Fund competes for funds and is regulated. The Australian dollar is also the Fund's presentation currency.

ii. Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

The Fund does not isolate that portion of unrealised gains or losses on financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates. Such fluctuations are included with the net gains or losses on financial instruments at fair value through profit or loss.

j. Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and are recognised initially at fair value and subsequently measured at amortised cost.

k. Receivables

Receivables may include amounts for interest, dividends and trust distributions. Dividends and 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.

l. Payables

Payables include liabilities, accrued expenses owed by the Fund and any distributions declared which are unpaid as at the end of the reporting period.

A separate distribution payable is recognised in the statement 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 30 June of the same financial year.

m. Applications and redemptions

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

n. Goods and services tax (GST)

The GST incurred on the costs of various services provided to the Fund by third parties such as management, administration and custodian services where applicable, have been passed onto the Fund. The Fund qualifies 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 statement 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 statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

2. Summary of significant accounting policies (continued)

o. Use of estimates

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the current and next financial year. Estimates 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.

For the majority of the Fund's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Investment Manager.

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. Changes in assumptions about these factors could affect the reported fair value of financial instruments

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

The adoption of AASB 9 introduced a new expected credit loss (ECL) impairment model, which has not materially impacted the Fund. Please see Note 3 for more information on credit risk.

p. Rounding of amounts

The Fund is an entity 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 off to the nearest thousand dollars, unless otherwise indicated.

q. Comparative revisions

Comparative information has been revised when appropriate to enhance comparability. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

3. Financial risk management

The Fund's activities expose it to a variety of financial risks including market risk (which incorporates price risk, foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management programme focuses on ensuring compliance with the Fund's Constitution, the Product Disclosure Statement and the investment guidelines of the Fund and seeks to maximise the returns derived for the level of risk to which the Fund is exposed to and seeks to minimise potential adverse effects on the Funds' financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity securities is limited to the fair value of those positions. The maximum loss of capital on long forward currency contracts is limited to the notional contract value of those positions.

The investments of the Fund, and associated risks, are managed by a specialist Investment Manager, BNP PARIBAS ASSET MANAGEMENT Australia Limited under an Investment Management Agreement (IMA) approved by the Responsible Entity and containing the investment strategy and guidelines of the Fund, consistent with those stated in the Product Disclosure Statement.

BNP PARIBAS ASSET MANAGEMENT Australia Limited have subsequently appointed a Sub-Investment Manager, C WorldWide Asset Management Fondsmæglerselskab A/S (CWW), under a Sub-Investment Management Agreement (sub IMA).

The Fund uses different methods to measure different types of risk to which it is exposed. These methods are explained below.

a. Market risk

i. Price risk

The Fund is exposed to price risk on equity securities listed or quoted on recognised securities exchanges. Price risk arises from investments held by the Fund for which prices in the future are uncertain.

3. Financial risk management (continued)

a. Market risk (continued)

i. Price risk (continued)

Where non-monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which are considered a component of price risk.

At the portfolio level, price risk is controlled through diversification across markets and adhering to mandate guidelines of the sub IMA. At an individual security level, given CWW's focus on bottom up security selection, company specific risk, such as weaknesses in a firm's balance sheet or management turnover, is carefully evaluated in the course of its research. CWW will not purchase a security whose fundamentals indicate an unacceptably high level of risk in relation to potential capital appreciation, and will generally sell a stock when its fundamentals decline. The central component of the sell discipline is the situation where a superior alternative investment candidate is identified and another company is sold true to the principle of 'one in - one out'.

The table in Note 3(b) summarises the sensitivity of the Fund's assets and liabilities to price risk. The analysis is based on the reasonably possible change that the markets in which the Fund invests moves by +/-10% (2018: +/-10%).

ii. Foreign exchange risk

The Fund operates internationally and holds both monetary and non-monetary assets and liabilities denominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary assets and liabilities denominated in other currencies fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk, not foreign exchange risk. The Investment Manager monitors the exposure of all foreign currency denominated assets and liabilities.

As a fundamental, bottom up manager, CWW does not seek to add value by anticipating currency movements relative to one another. CWW does, however, analyse each particular company's exposure to currency in their ongoing operations, and take this into account in its investment process. CWW quantifies the risk of each individual security but does not actively manage currencies in aggregate for the Fund.

At the portfolio level, CWW does not seek to actively manage currencies and would hedge only for defensive purposes in certain circumstances.

The table below summarises the fair value of the Fund's financial assets and financial liabilities, both monetary and non-monetary, that are denominated in a currency other than the Australian dollar.

	US Dollars A\$'000	Euro A\$'000	All other foreign currencies A\$'000
As at 30 June 2019			
Cash and cash equivalents	13	177	102
Receivables	89	-	-
Financial assets at fair value through profit or loss	140,516	40,795	99,588
Due to brokers - payable for securities purchased	(16,793)	(4,839)	(12,582)
Payables	(5)	(1)	(11)
Net exposure	123,820	36,132	87,097
Net increase/(decrease) in exposure from forward currency contracts	19,665	4,706	3,675
Net exposure including forward currency contracts	143,485	40,838	90,772

3. Financial risk management (continued)

a. Market risk (continued)

ii. Foreign exchange risk (continued)

	US Dollars A\$'000	Euro A\$'000	All other foreign currencies A\$'000
As at 30 June 2018			
Cash and cash equivalents	92	127	224
Receivables	131	-	259
Financial assets at fair value through profit or loss	<u>90,623</u>	<u>29,222</u>	<u>78,834</u>
Net exposure	90,846	29,349	79,317
Net increase/(decrease) in exposure from forward currency contracts	<u>-</u>	<u>-</u>	<u>-</u>
Net exposure including forward currency contracts	<u>90,846</u>	<u>29,349</u>	<u>79,317</u>

The table in Note 3(b) summarises the sensitivity of the Fund's monetary assets and liabilities to foreign exchange risk. The analysis is based on the reasonably possible change that the Australian dollar weakened/strengthened by 10% (2018: +/-10%) against the material foreign currencies to which the Fund is exposed.

iii. 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 Fund to interest rate risk.

b. Summarised sensitivity analysis

The following table summarises the sensitivity of the Fund's 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 estimates, having regard to a number of factors, including historical levels of change in foreign exchange rates and historical correlation of the Fund's 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 performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

	Impact on operating profit/net assets attributable to unit holders			
	Price risk		Foreign exchange risk	
	-10%	+10%	-10%	+10%
	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019	(28,084)	28,084	582	(582)
As at 30 June 2018	(19,868)	19,868	(83)	83

c. Credit risk

The Fund is 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 Fund.

3. Financial risk management (continued)

d. Liquidity risk

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

Exposure to liquidity risk for the Fund may arise from the requirement to meet daily unit holder redemption requests or to fund foreign exchange related cashflow requirements.

Liquidity risk is managed by maintaining a predominantly liquid portfolio through investing the majority of its assets in listed securities which are traded in an active market, and can be readily disposed of.

In order to manage the Fund's 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 Fund did not reject or withhold any redemptions during 2019 and 2018.

i. Maturities of non-derivative financial liabilities

The table below analyses the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	Over 12 months \$'000	Total \$'000
As at 30 June 2019					
Distributions payable	1,338	-	-	-	1,338
Due to brokers - payable for securities purchased	34,214	-	-	-	34,214
Payables	<u>994</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>994</u>
Contractual cash flows	<u>36,546</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,546</u>
	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	Over 12 months \$'000	Total \$'000
As at 30 June 2018					
Distributions payable	680	-	-	-	680
Payables	<u>428</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>428</u>
Contractual cash flows	<u>1,108</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,108</u>

ii. Maturities of net settled derivative financial instruments

The table below analyses the Fund's net settled derivative financial instruments based on their contractual maturity. The Fund may, at its discretion, settle financial instruments prior to their original contractual settlement date, in accordance with its investment strategy, where permitted by the terms and conditions of the relevant instruments.

	Less than 1 month \$'000	1-6 months \$'000	6-12 months \$'000	Over 12 months \$'000	Total \$'000
At 30 June 2019					
Net settled derivatives					
Forward currency contracts	<u>63</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63</u>
Total net settled derivatives	<u>63</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63</u>

4. Fair value measurement

The Fund measures and recognises financial assets and liabilities at fair value through profit or loss on a recurring basis.

The Fund has 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 Fund values its investments in accordance with the accounting policies set out in Note 2 to the financial statements.

For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

a. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets (such as listed global equity securities) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

The quoted market price used for financial assets held by the Fund is the current bid price; the quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

b. 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.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

4. Fair value measurement (continued)

c. Recognised fair value measurements

The table below presents the Fund's financial assets and liabilities measured and recognised at fair value as at 30 June 2019 and 30 June 2018.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Forward foreign exchange contracts	-	2	-	2
International listed equity securities	<u>280,898</u>	-	-	<u>280,898</u>
Total financial assets	<u>280,898</u>	<u>2</u>	<u>-</u>	<u>280,900</u>
Financial liabilities				
Forward foreign exchange contracts	-	<u>64</u>	-	<u>64</u>
Total financial liabilities	<u>-</u>	<u>64</u>	<u>-</u>	<u>64</u>
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2018				
Financial assets				
International listed equity securities	<u>198,679</u>	-	-	<u>198,679</u>
Total financial assets	<u>198,679</u>	<u>-</u>	<u>-</u>	<u>198,679</u>

d. 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.

e. Financial instruments not carried at fair value

The carrying value of financial assets and liabilities carried at amortised cost are assumed to approximate their fair value due to their short term nature.

Net assets attributable to unit holders' carrying value differ from its 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. Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets and financial liabilities at fair value through profit or loss:

	Year ended	
	30 June 2019 \$'000	30 June 2018 \$'000
Financial assets		
Net realised gain/(loss) on financial assets at fair value through profit or loss	9,694	6,637
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	<u>20,104</u>	<u>17,444</u>
Net gains/(losses) on financial assets at fair value through profit or loss	<u>29,798</u>	<u>24,081</u>
Total net gains/(losses) on financial instruments at fair value through profit or loss	<u>29,798</u>	<u>24,081</u>

6. Financial assets at fair value through profit or loss

	30 June 2019 \$'000	As at	30 June 2018 \$'000
Forward foreign exchange contracts	2		-
International listed equity securities	<u>280,898</u>		<u>198,679</u>
Total financial assets at fair value through profit or loss*	<u>280,900</u>		<u>198,679</u>

* The Fund's investments in equity securities were previously designated at fair value through profit or loss and derivatives were held for trading. On adoption of AASB 9 all above investments are mandatorily classified as financial assets at fair value through profit or loss.

7. Financial liabilities at fair value through profit or loss

		30 June 2019 \$'000	As at	30 June 2018 \$'000
Forward foreign exchange contracts	8	<u>64</u>		<u>-</u>
Total financial liabilities at fair value through profit or loss		<u>64</u>		<u>-</u>

An overview of the risk exposures relating to financial liabilities at fair value through profit or loss is included in Note 3.

8. Derivative financial instruments

In the normal course of business, the Fund may enter into transactions in various derivative financial instruments with certain risks. A derivative is a financial instrument or other contract which is settled at a future date whose value changes in response to a change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative transactions include a wide assortment of instruments, such as forwards, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Fund's portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of the Fund against a fluctuation in market values or to reduce volatility;
- a substitution for trading of physical securities; and
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Fund.

The Fund holds the following derivatives:

a. Forward currency contracts

Forward currency contracts are primarily used by the Fund to economically hedge against foreign currency exchange rate risks on its non-Australian dollar denominated trading securities. The Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. Forward currency contracts are valued at the prevailing bid price at the end of each reporting period. The Fund recognises a gain or loss equal to the change in fair value at the end of each reporting period.

8. Derivative financial instruments (continued)

The Fund's derivative financial instruments at year end are detailed below:

As at 30 June 2019	Contractual/notional \$'000	Fair value	
		Assets \$'000	Liabilities \$'000
Forward currency contracts	<u>28,046</u>	<u>2</u>	<u>64</u>
Total derivatives	<u>28,046</u>	<u>2</u>	<u>64</u>

Information about the Fund's exposure to credit risk, foreign exchange, interest rate risk and about the methods and assumptions used in determining fair values is provided in Note 3 and Note 4 to the financial statements. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of derivative financial instruments disclosed above.

9. Net assets attributable to unit holders

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Fund shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions, as described in note 2(c).

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

	Year ended		Year ended	
	30 June	30 June	30 June	30 June
	2019	2019	2018	2018
	Units '000	\$'000	Units '000	\$'000
Opening balance	102,676	201,762	105,618	182,002
Applications	52,426	114,204	23,693	43,886
Redemptions	(30,353)	(63,845)	(26,880)	(48,220)
Units issued upon reinvestment of distributions	112	253	245	463
Distributions paid and payable	-	(1,714)	-	(1,329)
Profit/(loss) for the year	-	<u>31,080</u>	-	<u>24,960</u>
Closing balance	<u>124,861</u>	<u>281,740</u>	<u>102,676</u>	<u>201,762</u>

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

There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

Units are redeemed on demand at the unit holder's 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 Fund considers its net assets attributable to unit holders as capital. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unit holders.

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

10. Distributions to unit holders

The distributions declared for the year were as follows:

	Year ended		Year ended	
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
30 September	-	-	319	0.29
28 March	50	0.81	-	-
21 May	72	1.04	-	-
30 June	<u>1,592</u>	<u>1.28</u>	<u>1,010</u>	<u>0.99</u>
Total distributions	<u>1,714</u>	<u>3.13</u>	<u>1,329</u>	<u>1.28</u>

The March and May distribution represent special distributions paid by the Fund due to a unit holder redemption of greater than 5% of the net assets of the Fund. Due to this redemption, as outlined in the Product Disclosure Statement, a portion of the withdrawal proceeds represented distributable income to the redeeming unit holder. Refer to the Fund's Product Disclosure Statement for details on special distributions.

11. Cash and cash equivalents

	As at	
	30 June 2019 \$'000	30 June 2018 \$'000
Cash at bank	<u>36,547</u>	<u>3,630</u>
Total cash and cash equivalents	<u>36,547</u>	<u>3,630</u>

These accounts are earning interest at a floating interest rate between 0.00% and 1.89% as at 30 June 2019 (2018: 0.00% and 1.00%).

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

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

	Year ended	
	30 June 2019 \$'000	30 June 2018 \$'000
Profit/(loss) for the year	31,080	24,960
Proceeds from sale of financial instruments at fair value through profit or loss	90,223	52,088
Purchase of financial instruments at fair value through profit or loss	(108,368)	(50,064)
Net (gains)/losses on financial instruments at fair value through profit or loss	(29,798)	(24,081)
Investment income reinvested	-	(241)
Net foreign exchange (gain)/loss	1	(44)
Net change in receivables	92	104
Net change in payables	<u>46</u>	<u>20</u>
Net cash inflow/(outflow) from operating activities	<u>(16,724)</u>	<u>2,742</u>

b. Non-cash operating and financing activities

During the year, the following distribution payments to unit holders were satisfied by the issue of units under the distribution reinvestment plan	253	463
During the year, the following applications were satisfied by participation in dividend reinvestment plans	-	241
Total non-cash operating and financing activities	<u>253</u>	<u>704</u>

13. Receivables

	30 June 2019 \$'000	As at	30 June 2018 \$'000
Dividends receivable	64		389
Distributions receivable	24		-
Interest receivable from financial assets at amortised cost	6		2
GST receivable	72		64
Applications receivable	540		106
Withholding tax reclaims receivable	197		-
Total receivables	903		561

14. Payables

	30 June 2019 \$'000	As at	30 June 2018 \$'000
Investment management fees payable	273		251
Responsible Entity fees payable	9		8
Custody and administration fees payable	56		51
Redemptions payable	638		118
Transaction costs payable	18		-
Total payables	994		428

15. Remuneration of auditor

During the year the following fees were paid or payable for services provided by the auditor of the Fund:

	30 June 2019 \$	Year ended	30 June 2018 \$
PricewaterhouseCoopers			
<i>Audit services</i>			
Audit and review of financial statements	22,730		22,285
Audit of compliance plan	3,679		3,679
Total remuneration for audit services	26,409		25,964
<i>Taxation services</i>			
Tax compliance services	11,701		9,036
Total remuneration for taxation services	11,701		9,036
Total remuneration of PricewaterhouseCoopers	38,110		35,000

The auditor's remuneration is borne by the Investment Manager, BNP PARIBAS ASSET MANAGEMENT Australia Limited. Fees are stated exclusive of GST.

16. Related party transactions

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

The Responsible Entity has contracted services to BNP PARIBAS ASSET MANAGEMENT Australia Limited, to act as Investment Manager and BNP Paribas Fund Services Australasia Pty Limited to act as Custodian and Administrator for the Fund. The contracts are on normal commercial terms and conditions.

16. Related party transactions (continued)

a. Key management personnel

i. Directors

Key management personnel includes 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)
Harvey H Kalman
Ian C Westley
Michael J O'Brien (appointed 11 July 2018)

ii. Other key management personnel

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

b. Transactions with key management personnel

The following transactions occurred with key management personnel during the reporting period:

	Year ended	
	30 June 2019 \$	30 June 2018 \$
Applications for units	473	471
Total	473	471

c. Key management personnel unit holdings

Key management personnel held units in the Fund, as follows:

	Number of units held opening	Number of units held closing	Fair value of investments \$	Interest held %	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund \$
As at 30 June 2019							
Fang Superannuation Pty Ltd	37,074	37,283	84,480	0.03	209	-	473
As at 30 June 2018							
Fang Superannuation Pty Ltd	36,827	37,074	72,850	0.04	247	-	471

d. Key management personnel compensation

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

e. Key management personnel loans

The Fund has 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 Fund

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

16. Related party transactions (continued)

g. Responsible Entity and Investment Manager's fees and other transactions

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

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

	30 June	Year ended	30 June
	2019		2018
	\$		\$
Investment management fees for the year	1,809,987		1,563,546
Responsible Entity fees for the year	108,764		95,004
Total amounts payable to the Investment Manager at year end	273,263		251,429
Total amounts payable to the Responsible Entity at year end	8,644		8,028

The investment management and the Responsible Entity fees are paid directly by the Fund.

h. Related party unit holdings

Parties related to the Fund (including Equity Trustees Limited, its related parties and other schemes managed by Equity Trustees Limited and the Investment Manager) held no units in the Fund as at 30 June 2019 (30 June 2018: nil).

i. Investments

The Fund did not hold any investments in Equity Trustees Limited or its related parties during the year (30 June 2018: nil).

17. 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 Fund as disclosed in the statement of financial position as at 30 June 2019 or on the results and cash flows of the Fund for the year ended on that date.

18. Contingent assets and liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 30 June 2019 and 30 June 2018.

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- a. The financial statements and notes set out on pages 6 to 27 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 Fund's financial position as at 30 June 2019 and of its performance for the financial year ended on that date.
- b. There are reasonable grounds to believe that the Fund will be able to pay its 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
12 September 2019



Independent auditor's report

To the unit holders of C Worldwide Global Equity Trust

Our opinion

In our opinion:

The accompanying financial report of C Worldwide Global Equity Trust (the Fund) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

The financial report comprises:

- the statement of financial position as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the statement of cash flows for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

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

Independence

We are independent of the Fund in accordance with the auditor independence requirements of 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* (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.

Other information

The directors of Equity Trustees Limited (the Responsible Entity) are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, 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.

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

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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 that we 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 of the Responsible Entity for the financial report

The directors of the Responsible Entity of the Fund 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 of the Responsible Entity determines 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 of the Responsible Entity are responsible for assessing the ability of the Fund 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 of the Responsible Entity either intends to liquidate the Fund or to cease operations, or have 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 the 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 at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.


PricewaterhouseCoopers


George Sagonas
Partner

Melbourne
12 September 2019