



# Charles Darwin University

## Annual Report

2022 financial statements

# Charles Darwin University and its Controlled Entities

## 2022 Financial Statements

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## Report by Members of Council

The members of the Council of Charles Darwin University present their report on the consolidated entity and the entities it controlled as at the end of, or during, the year ended 31 December 2022.

### Members

The following persons were members of the Council of Charles Darwin University during the year and up to the date of this report:

Mr Paul Henderson AO	Appointed Chancellor on 20 March 2019 and continues in office at the date of this report.
Professor Scott Bowman AO	Ex-officio member (Vice-Chancellor) from 5 April 2021 and continues in office at the date of this report.
Dr Louise King	Ex-officio member (Chair of Academic Board) from 1 January 2022 and continues in office at the date of this report.
Mr Ken Davies PSM	Appointed a member on 28 June 2013 and continues in office at the date of this report.
Mr Dick Guit OAM	Appointed a member on 26 June 2020 and continues in office at the date of this report.
Mr Craig Graham	Appointed a member on 29 July 2020 and continues in office at the date of this report.
Mr Mark Munnich	Appointed a member on 25 February 2021 and continues in office at the date of this report.
Ms Simone Saunders	Appointed a member on 25 February 2021. Resigned 19 August 2022.
Mrs Janelle Marr	Appointed a member on 25 February 2021 and continues in office at the date of this report.
Emeritus Professor Charles Webb	Appointed a member on 25 February 2022 and continues in office at the date of this report.
Dr Ruth Schubert	Appointed a member on 25 February 2022 and continues in office at the date of this report.
Mr Raymond Simpson	Elected a member on 1 January 2017 and continues in office at the date of this report.
Associate Professor Alan Berman	Elected a member on 4 March 2020 and continues in office at the date of this report.
Ms Minh Do	Elected a member on 1 January 2022. Term ended 31 December 2022.
Mr Harvie Stiller-Wojkowski	Elected a member on 1 January 2022. Term ended 31 December 2022.

## Meetings of Members

The number of meetings of the members of the Council of Charles Darwin University and each Council committee meeting held during the year ended 31 December 2022, and the number of meetings attended by each member were:

	Meetings of Committees							
	Council Meetings		Finance and Infrastructure Development		Audit Risk and Compliance Committee		Nominations Honorary Awards and Legislation	
	A	B	A	B	A	B	A	B
Mr Paul Henderson AO	6	4	4	3	5	4	2	2
Professor Scott Bowman AO	6	6	4	3	5	4	2	2
Dr Louise King	6	5	0	0	5	2	2	2
Mr Ken Davies PSM	6	4	0	0	0	0	2	2
Mr Dick Guit OAM	6	5	4	3	0	0	0	0
Mr Craig Graham	6	6	0	0	0	0	0	0
Mr Mark Munnich	6	5	0	0	0	0	0	0
Ms Simone Saunders	4	1	0	0	3	0	0	0
Mrs Janelle Marr	6	5	0	0	0	0	0	0
Emeritus Professor Charles Webb	5	5	0	0	0	0	0	0
Dr Ruth Schubert	5	4	0	0	0	0	0	0
Mr Raymond Simpson	6	6	0	0	0	0	0	0
Associate Professor Alan Berman	6	6	0	0	0	0	0	0
Ms Minh Do	6	4	0	0	0	0	0	0
Mr Harvie Stiller-Wojkowski	6	6	0	0	0	0	0	0

A = Number of meetings held during the time the member held office or was a member of the committee during the year.

B = Number of meetings attended.

## Principal Activities

As of 31 December 2022, the Charles Darwin University Group consists of the following entities:

- Charles Darwin University
- Menzies School of Health Research
- Bridging the Gap Foundation

During the year, the principal continuing activities of the Group were:

- a) to undertake teaching activities that fulfil the requirements of an undergraduate and postgraduate university education and training and further education by way of a course of instruction that is, or is preparatory to, a course of a kind relevant to a trade, technical or other vocational education;
- b) to undertake research (taking advantage of the human and physical resources of the University) and, where appropriate, to consider commercial exploitation of research that is undertaken;
- c) to undertake teaching activities to provide other education and training as determined by the Council;
- d) to co-operate with other universities and with institutions of higher education, training and further education or research (whether within or outside of Australia);
- e) to liaise with industry and professional organisations, training committees and the community;
- f) to disseminate knowledge and advance skills and their practical application;
- g) to provide consultative and research services and facilities;
- h) to administer schemes of financial and other assistance for students of the University and persons studying or carrying out research at the University including, in the case of students, financial assistance in the form of loans;
- i) to provide library and other educational facilities that may be used by the public on conditions as determined by the Council; and
- j) to carry out any other functions that is conferred on it by or under the *Charles Darwin University Act 2003* and any other Act.

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

## Review of Operations

### Introduction

The University's world-class education was reflected in the University achieving a ranking in the 351-400 category in the Times Higher Education World University Rankings 2022-2023. Comparing to other young universities, CDU is ranked at 104<sup>th</sup> in the world top Young University Rankings. CDU is also ranked in the 101-200 category in the Impacts Rankings 2022 which is assessed against United Nations' Sustainable Development Goals.

### Capital Works

Construction was completed on the following capital projects during 2022:

- Casuarina Campus Safety Improvements
- Casuarina Campus Pink 7 Mechanical Testing Facility
- Casuarina Campus Pink 7 Lab Addition of Fume Cabinets
- Casuarina International House Accommodation Painting
- Casuarina Library Structural Repairs
- Casuarina Purple 5 & 6 and Orange 11 Carpentry and DSO Space Refurbishment
- Alice Springs Campus Swipe Card Access
- Alice Springs Campus Reconfiguration of Student Services & Administration
- Alice Springs International House Accommodation Bathroom Repairs
- Alice Springs New Classroom for Carpentry Workshop
- Katherine Rural Campus Training Kitchen Refurbishment



Construction commenced or was continuing on the following capital projects during 2022:

- Charles Darwin University Education and Community Precinct
- Casuarina Basketball Court Refurbishment
- Casuarina Pink 2 Conversion to Civil Specific Training Building
- Casuarina Upgrade of Chilled Water Pipes and Coils
- Casuarina Replacement of H-Voltage Inground Cabling
- Better Health Building
- TAFE@CDU Trades Training Building
- Testlab
- Alice Springs Building 2 Roof Repairs
- Alice Springs Library Re-roofing
- Alice Springs Upgrade of the Simulation Clinical Lab
- Palmerston New Chiller
- Palmerston Security Lighting Upgrade
- Sydney Campus Level 8 Fitout
- Sydney Campus Signage

#### *Specific Purpose Grants*

\$31.3 million was received in cash and is committed to fund specific capital projects. A total of \$27.8 million is included in income from continuing operations for capital work performed. This funding was received as specific purpose grant funds from the Australian and the Northern Territory Governments. The bulk of this funding was for the Charles Darwin University Education and Community Precinct in Darwin City. Another \$4 million was used on building a new Centre for Better Health and upgrading existing VET training facilities.

The Education and Community Precinct is progressing well, with five of the eight story slabs constructed as of December 2022. Construction is still on track to be completed in 2024. Located centrally on Cavenagh Street, Darwin, the campus enables engagement with the wider community; offering public spaces for use, learning and education opportunities, and in the longer term, retail and commercial facilities in line with the Darwin City Deal vision to reinvigorate Darwin's CBD.

#### *Financial Performance*

The University's net result from continuing operations was \$23.3 million in surplus for 2022 (2021: \$62.2 million). Revenue was reduced by 4% overall from last year due to a decline in Higher Education student enrolments, Research Support Program and Capital assistance from NT Government despite noting an increase in consultancy income and other revenue. The University's revenue for 2022 included a total of \$27.8 million relating to capital projects. Expenditure in 2022 was higher compared to the previous year by \$25.7 million, mainly due to increased employee costs, materials, consultancy, travel and maintenance.

#### *COVID-19 impacts*

Despite the fact that COVID-19 impacts are likely to be reduced in 2023, the University will continue to act in a fiscally responsible way to ensure it is equipped to operate in a post-pandemic environment, seeking new opportunities to grow the business in the areas of vocational education, short courses and postgraduate study.

### Significant Changes in the State of Affairs

On 14 December 2022, Charles Darwin University Foundation and Charles Darwin University Foundation Trust were wound up. The remainder of the Trust funds have been transferred to Charles Darwin University in accordance with the Trust Deed.

There are no other matters or circumstances which significantly affected or may affect the operations of the Group.

### Matters Subsequent to the End of the Financial Year

In May 2023, Menzies School of Health Research's Board advised Bridging the Gap Foundation to pursue opportunities to become a self-reliant, financially independent charity and fundraising entity. Menzies School of Health Research's Board have advised Bridging the Gap Foundation to work towards this outcome during 2023.

There are no other matters or circumstances which significantly affected or may affect the operations of the Group, the results of those operations, or the state of the affairs of the Group in future financial years, refer to Note 36.

### Likely Developments and Expected Results of Operations

Likely developments in the operations of the Group and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Group.

### Insurance of officers

In 2022, the group held comprehensive insurance policies in relation to its members of the Council and its Committees and the Officers against claims arising from their involvement in the activities of the Group. The cover for Menzies School of Health Research is \$5 million and for Charles Darwin University is \$10 million.

### Environmental Regulation

The Group is subject to the following environmental regulations:

- *Gene Technology Act 2000 (amended 2008) and Gene Technology Regulations 2001*
- *Gene Technology (Northern Territory) Act 2004*
- *Radiation Protection Act 2009 and Radiation Protection Regulations 2011*
- *Dangerous Goods Act 2012 and Dangerous Goods Regulations 2012*
- *Transport of Dangerous Goods by Rail and Road (National Uniform Legislation) Act 2010*
- *Waste Disposal on Royal Darwin Hospital Campus Regulations*
- *Waste Management and Pollution Control Act 2011 and Regulations*
- *International Air Transport Association (IATA) Dangerous Goods Regulations.*



Proceedings on behalf of the entity

There were no significant legal proceedings ongoing against the University at the end of 2022.

This report is made in accordance with a resolution of the members of the Council.

Signed at Darwin this 28th day of June 2023



CHANCELLOR  
The Hon Paul Henderson AO



VICE-CHANCELLOR AND PRESIDENT  
Professor Scott Bowman AO

# Financial Statements

## Income Statement

For the year ended 31 December 2022

	Note	Group		Parent Entity	
		YTD	YTD	YTD	YTD
		2022	2021	2022	2021
		\$'000	\$'000	\$'000	\$'000
<b>Income from continuing operations</b>					
Australian Government financial assistance					
Australian Government grants	3.1	121,469	131,240	98,650	108,655
HELP - Australian Government payments	3.1	35,854	34,376	35,854	34,376
NT Government financial assistance	3.2	43,189	63,396	37,057	56,536
HECS - HELP student payments		6,490	6,545	6,490	6,545
Fees and charges	3.3	96,516	97,902	95,657	96,484
Consultancy and contracts	3.4	35,626	25,885	26,239	15,242
Other revenue	3.5	16,512	12,779	18,825	13,729
Investment revenue	4	8,003	5,917	6,531	5,662
Gains on disposal of assets	26	-	186	-	186
Share of profit or (loss) on investments accounted for using the equity method	18	(244)	183	(244)	183
<b>Total income from continuing operations</b>		<b>363,415</b>	<b>378,409</b>	<b>325,059</b>	<b>337,598</b>
<b>Expenses from continuing operations</b>					
Employee-related expenses	5	202,530	190,035	173,878	158,477
Depreciation and amortisation	6	17,044	17,045	16,477	16,357
Repairs and maintenance	7	8,883	7,034	8,030	5,911
Impairment of assets	8	702	834	702	834
Losses on disposal of assets	26	288	-	288	-
Other expenses	9	111,721	99,088	102,399	93,834
<b>Total expenses from continuing operations</b>		<b>341,168</b>	<b>314,036</b>	<b>301,774</b>	<b>275,413</b>
<b>Net result before income tax</b>		<b>22,247</b>	<b>64,373</b>	<b>23,285</b>	<b>62,185</b>
<b>Net result after income tax for the period</b>		<b>22,247</b>	<b>64,373</b>	<b>23,285</b>	<b>62,185</b>
<b>Net result from continuing operations</b>		<b>22,247</b>	<b>64,373</b>	<b>23,285</b>	<b>62,185</b>

The above Income Statement should be read in conjunction with the accompanying notes.

## Statement of Comprehensive Income

For the year ended 31 December 2022

	Note	Group		Parent Entity	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Net result after income tax for the period</b>		<b>22,247</b>	64,373	<b>23,285</b>	62,185
<u>Items that will not be reclassified to profit or loss</u>					
(Loss)/gain on value of financial assets at Fair Value through Other Comprehensive Income	27(a)	(13,679)	23,479	(13,679)	23,479
Other		(309)	50	-	-
Increase/(decrease) on revaluation on property, plant and equipment	27(a)	38,756	(9,461)	38,756	(9,461)
<b>Total other comprehensive income</b>		<b>24,768</b>	<b>14,068</b>	<b>25,077</b>	<b>14,018</b>
<b>Total comprehensive income</b>		<b>47,015</b>	<b>78,441</b>	<b>48,362</b>	<b>76,203</b>
<b>Total comprehensive income from continuing operations</b>		<b>47,015</b>	<b>78,441</b>	<b>48,362</b>	<b>76,203</b>

*The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.*

# Statement of Financial Position

As at 31 December 2022

	Note	Group		Parent Entity	
		2022	2021	2022	2021
		\$'000	\$'000	\$'000	\$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	10	207,310	206,065	172,720	174,333
Receivables	11	15,921	7,507	14,650	6,624
Inventories	12	814	772	814	772
Other financial assets	15	8,563	7,446	7,767	5,004
Assets classified as held for sale	16	-	16,116	-	16,116
Other assets	17	8,713	6,104	8,069	5,528
<b>Total current assets</b>		<b>241,321</b>	<b>244,010</b>	<b>204,020</b>	<b>208,377</b>
<b>Non-current assets</b>					
Biological assets	13	2,879	1,258	2,879	1,258
Investment property	14	-	195	-	-
Investments accounted for using the equity method	18	1,277	1,521	1,277	1,521
Other financial assets	15	51,954	64,555	50,511	64,190
Property, plant and equipment	19	574,305	470,692	572,725	468,522
<b>Total non-current assets</b>		<b>630,415</b>	<b>538,221</b>	<b>627,392</b>	<b>535,491</b>
<b>Total assets</b>		<b>871,736</b>	<b>782,231</b>	<b>831,412</b>	<b>743,868</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables	22	12,869	12,596	12,012	11,238
Lease liabilities	20 (a)	1,946	2,496	1,946	2,275
Provisions	24	31,515	30,901	26,670	25,837
Other liabilities	25	82,235	70,695	82,193	74,972
<b>Total current liabilities</b>		<b>128,565</b>	<b>116,688</b>	<b>122,821</b>	<b>114,322</b>
<b>Non-current liabilities</b>					
Lease liabilities	20 (a)	24,613	2,403	24,613	2,037
Borrowings	23	10,000	-	10,000	-
Provisions	24	2,169	2,113	1,842	1,859
Other liabilities	25	311	-	311	-
<b>Total non-current liabilities</b>		<b>37,093</b>	<b>4,516</b>	<b>36,766</b>	<b>3,896</b>
<b>Total liabilities</b>		<b>165,658</b>	<b>121,204</b>	<b>159,587</b>	<b>118,218</b>
<b>Net assets</b>		<b>706,078</b>	<b>661,027</b>	<b>671,825</b>	<b>625,650</b>
<b>Equity</b>					
Reserves	27(a)	293,476	268,429	292,835	267,758
Restricted funds	27(b)	48,699	43,766	48,699	43,766
Retained earnings	27(c)	363,903	348,832	330,291	314,126
<b>Total equity</b>		<b>706,078</b>	<b>661,027</b>	<b>671,825</b>	<b>625,650</b>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

## Statement of Changes in Equity

For the year ended 31 December 2022

### Group

#### Balance at 1 January 2021

Net result

Other comprehensive income

#### Total comprehensive income

Transfers (to) / from restricted reserves

Transfers (to) / from revaluation reserves

#### Balance at 31 December 2021

#### Balance at 1 January 2022

Retrospective changes

#### Balance as restated

Net result

Other comprehensive income

#### Total comprehensive income

Transfers (to) / from restricted reserves

Transfers (to) / from revaluation reserves

#### Balance at 31 December 2022

### Parent

#### Balance at 1 January 2021

Retrospective changes

#### Balance as restated

Net result

Other comprehensive income

#### Total comprehensive income

Transfers (to) / from restricted reserves

Transfers (to) / from revaluation reserves

#### Balance at 31 December 2021

#### Balance at 1 January 2022

Retrospective changes

#### Balance as restated

Net result

Other comprehensive income

#### Total comprehensive income

Transfers (to) / from restricted reserves

Transfers (to) / from revaluation reserves

#### Balance at 31 December 2022

Restricted Funds	Reserves	Retained Earnings	Total
\$'000	\$'000	\$'000	\$'000
32,162	254,922	295,490	582,574
-	-	64,373	64,373
-	14,068	-	14,068
-	14,068	64,373	78,441
11,604	(331)	(11,273)	-
-	(230)	242	12
43,766	268,429	348,832	661,027
43,766	268,429	348,832	661,027
-	-	-	-
43,766	268,429	348,832	661,027
-	-	22,247	22,247
-	24,768	-	24,768
-	24,768	22,247	47,015
4,933	298	(5,231)	-
-	(19)	(1,945)	(1,964)
48,699	293,476	363,903	706,078
32,162	253,970	263,315	549,447
-	-	-	-
32,162	253,970	263,315	549,447
-	-	62,185	62,185
-	14,018	-	14,018
-	14,018	62,185	76,203
11,604	-	(11,604)	-
-	(230)	230	-
43,766	267,758	314,126	625,650
43,766	267,758	314,126	625,650
-	-	-	-
43,766	267,758	314,126	625,650
-	-	23,285	23,285
-	25,077	-	25,077
-	25,077	23,285	48,362
4,933	-	(4,933)	-
-	-	(2,187)	(2,187)
48,699	292,835	330,291	671,825

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

## Statement of Cash Flows

For the year ended 31 December 2022

	Note	Group		Parent Entity	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Cash flows from operating activities</b>					
Australian Government Grants		155,263	176,572	132,444	153,988
OS-HELP (net)		(585)	-	(585)	-
NT Government grants		45,643	46,523	39,511	39,663
HECS-HELP student payments		4,512	5,988	4,512	5,988
Receipts from student fees and other customers		152,208	152,753	146,282	133,970
Interest received		2,800	604	1,508	396
Dividend received		4,533	5,518	4,421	5,504
Payments to suppliers and employees		(321,766)	(293,738)	(282,480)	(255,872)
Lease interest payments		(121)	(101)	(121)	(91)
Low value / short term lease payments		(3,822)	(2,132)	(3,079)	(1,939)
<b>Net cash from operating activities</b>	37	<b>38,665</b>	<b>91,987</b>	<b>42,413</b>	<b>81,607</b>
<b>Cash flows from investing activities</b>					
Proceeds on sale of property, plant and equipment		16,740	223	16,740	223
Proceeds from sale of biological assets		224	385	224	385
Payments for property, plant and equipment		(61,791)	(32,108)	(60,297)	(31,199)
Payments for biological assets		(55)	(340)	(55)	(340)
<b>Net cash used in investing activities</b>		<b>(44,882)</b>	<b>(31,840)</b>	<b>(43,388)</b>	<b>(30,931)</b>
<b>Cash flows from financing activities</b>					
Repayment of lease liabilities		(2,438)	(2,600)	(2,438)	(2,354)
Other financing inflows		10,000	4,100	10,000	10,000
Other financing outflows		(100)	(4,100)	(8,200)	-
<b>Net cash from / (used in) financing activities</b>		<b>7,462</b>	<b>(2,600)</b>	<b>(638)</b>	<b>7,646</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>1,245</b>	<b>57,547</b>	<b>(1,613)</b>	<b>58,322</b>
Cash and cash equivalents at the beginning of the financial year		206,065	148,518	174,333	116,011
<b>Cash and cash equivalents at the end of the financial year</b>	10	<b>207,310</b>	<b>206,065</b>	<b>172,720</b>	<b>174,333</b>

*The above Statement of Cash Flows should be read in conjunction with the accompanying notes.*



## Notes to the Financial Statements

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# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 1: Summary of significant accounting policies

Charles Darwin University (the University) was enacted as a Body Corporate on 5 November 2003 by the *Charles Darwin University Act 2003* (the Act) and is domiciled in Australia. The University is subject to all directions of the Council of the University. The functions of the University are set out in Section 5 of the Act. Under the provisions of the Act, at its commencement, Charles Darwin University assumed all the property, rights and liabilities of Northern Territory University, Centralian College (Alice Springs based), and Northern Territory Rural College (Katherine based), except for the superannuation liability for Centralian College which remained with the Northern Territory Government's Central Holding Authority. Subsequently as per the *Charles Darwin University Act 2003* and amendment to the *Menzies School of Health Research Act 1985*, the Menzies School of Health Research became a controlled entity of the University from 1 January 2004.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years reported, unless otherwise stated. The financial statements include separate statements of Charles Darwin University as the parent entity and the Group consisting of Charles Darwin University and its controlled entities, refer to Note 1(b) and Note 33.

The principal address of Charles Darwin University is Ellengowan Drive, Casuarina, Darwin.

### (a) Basis of preparation

As per AASB 1054 *Australian Additional Disclosures*, the annual financial statements represent the audited general purpose financial statements of Charles Darwin University. They have been prepared on an accrual basis and comply with Australian Accounting Standards, AASB Interpretations, *Australian Charities and Not-for-profits Commission Act 2012*, the *Australian Charities and Not-for-profits Commission Regulation 2013*, the requirements of the Australian Department of Education and other State/Australian Government legislative requirements.

Charles Darwin University applies Tier 1 reporting requirements.

Charles Darwin University is a not-for-profit entity and these statements have been prepared on that basis. Some of the Australian Accounting Standards requirements for not-for-profit entities are inconsistent with the International Financial Reporting Standards (IFRS) requirements.

### *Date of authorisation for issue*

The financial statements were authorised for issue by the Council members of Charles Darwin University on 28 June 2023.

### *Historical cost convention*

These financial statements have been prepared under the historical cost convention, which has been adapted to incorporate the fair value through other comprehensive income for financial assets, certain classes of property, plant and equipment and investment property.

### *Critical accounting estimates*

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Charles Darwin University's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, have been explained in the accounting policy notes.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 1: Summary of significant accounting policies (continued)

### (b) Basis of consolidation

Entities controlled by Charles Darwin University and forming part of the Charles Darwin University Group are as follows:

- Charles Darwin University Foundation (Dissolved in December 2022)
- Charles Darwin University Foundation Trust (Dissolved in December 2022)
- Menzies School of Health Research, which includes:
  - Bridging the Gap Foundation

### (c) Foreign currency translation

#### *(i) Functional and presentation currency*

Items included in the financial statements of the Group and each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Australian dollars, which is the University's functional and 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 translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement. Amounts receivable and payable in foreign currencies are translated at the rate of exchange ruling at balance date. Translation differences on non-monetary financial assets and liabilities are recognised in the Income Statement as part of other expenses.

### (d) Taxation

Charles Darwin University is a public authority within the meaning of Section 50-25 of the *Income Tax Assessment Act 1997* and its income is exempt under the provisions of that Act.

### (e) Rounding of amounts

The Group is an entity of the kind referred to in Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, dated 24 March 2016, and in accordance with that Corporations instrument, amounts in the Report by Members of Council and the Financial Statements are rounded off to the nearest thousand dollars, unless otherwise indicated.

### (f) Website costs

Costs in relation to websites controlled by the University are charged as expenses in the period in which they are incurred unless they relate to the acquisition of an intangible asset, in which case they are capitalised and amortised over their period of expected benefit.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 1: Summary of significant accounting policies (continued)

### (g) Goods and Services Tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- i) Where the amount of GST incurred is not recoverable from the Australian Tax Office, the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- ii) For receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables. Cash flows are presented in the Statement of Cash Flows on a net basis, including the GST component of investing and financing activities, which are disclosed as operating cash flows.

### (h) Comparative amounts

Where necessary, comparative information has been reclassified to enhance comparability in respect of changes in presentation adopted in the current year.

### (i) Initial application of AAS

Charles Darwin University applied for the first-time certain standards and/or amendments, which are effective for annual periods beginning on or after 1 January 2022 (unless otherwise stated). The impact has been disclosed in the table below.

Standard/Amendment	Effective date	Impact
AASB 2020-3 'Amendments to Australian Accounting Standards' – Annual Improvements 2018-2020 and Other Amendments	1-Jan-2022	There will be no material impact to the Group
AASB 2021-7(a) 'Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [general editorials]'	1-Jan-2022	There will be no material impact to the Group
AASB 2021-3 'Amendments to Australian Accounting Standards' – Covid-19-Related Rent Concessions beyond 30 June 2021	1-Apr-2021	There will be no material impact to the Group
AASB 2022-3 'Illustrative Examples for Not-for-Profit Entities accompanying AASB 15'	Periods ending on or after 30-Jun-2022	There will be no material impact to the Group

### (j) Initial application of the International Financial Reporting Standards Interpretations Committee (IFRS IC) Agenda Decisions

The application of IFRS IC agenda decision on Power Purchase Agreements has no material impact to Charles Darwin University and its subsidiaries.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 1: Summary of significant accounting policies (continued)

#### (k) New accounting standards, amendments and interpretations issued but not yet effective

The following standards, amendments and interpretations have been issued but are not mandatory for 31 December 2022 reporting periods. Charles Darwin University has elected not to early adopt any of these standards, amendments and/or interpretations. Charles Darwin University's assessment of the impact of these new standards, amendments and interpretations is set out below.

Standard/Amendment	Application date	Implications
AASB 17 <i>'Insurance Contracts'</i>	1-Jan-2023	There will be no material impact to the Group
AASB 2014-10 <i>'Sale or Contribution of Assets between an Investor and its Associate or Joint Venture'</i> AASB 2017-5 <i>'Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections'</i> AASB 2021-7(c) <i>'Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]'</i>	1-Jan-2025	There will be no material impact to the Group
AASB 2020-1 <i>'Classification of Liabilities as Current or Non-current'</i> AASB 2020-6 <i>'Classification of Liabilities as Current or Non-current – Deferral of Effective Date'</i> AASB 2022-6 <i>'Non-current Liabilities with Covenants'</i>	1-Jan-2023	There will be no material impact to the Group
AASB 2021-2 <i>'Disclosure of Accounting Policies and Definition of Accounting Estimates'</i>	1-Jan-2023	There will be no material impact to the Group
AASB 2021-5 <i>'Deferred Tax related to Assets and Liabilities arising from a Single Transaction'</i>	1-Jan-2023	There will be no material impact to the Group
AASB 2022-1 <i>'Initial Application of AASB 17 and AASB 9 – Comparative Information'</i>	1-Jan-2023	There will be no material impact to the Group
AASB 2022-5 <i>'Lease Liability in a Sale and Leaseback'</i>	1-Jan-2024	There will be no material impact to the Group
AASB 2022-7 <i>'Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards'</i>	1-Jan-2023	There will be no material impact to the Group



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 2: Disaggregated information

### (a) Industry - Dual Sector Providers (Parent)

Operating revenues and expenses for Higher Education and Vocational Education and Training are shown in the following tables. The figures refer only to the parent entity; consolidated totals are not included. Discrete sets of accounts are not maintained for these divisions. They have been derived based on the results of costings determined via Activity Based Costing.

		Parent Entity			Parent Entity		
Note		Higher Education	VET	Total Parent	Higher Education	VET	Total Parent
		2022	2022	2022	2021	2021	2021
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>INCOME STATEMENT</b>							
<b>Income from continuing operations</b>							
Australian Government financial assistance	3.1	91,135	7,515	98,650	108,154	501	108,655
Australian Government grants:							
- HECS - HELP Australian Gov payments	3.1	33,621	2,233	35,854	34,376	-	34,376
NT Government financial assistance	3.2	34,844	2,213	37,057	53,893	2,643	56,536
HECS - HELP student payments		6,044	446	6,490	6,545	-	6,545
Fees and charges	3.3	34,066	61,591	95,657	50,165	46,319	96,484
Consultancy and contracts	3.4	26,169	70	26,239	15,174	68	15,242
Other revenue	3.5	12,701	6,124	18,825	9,446	4,283	13,729
Investment revenue	4	4,644	1,887	6,531	3,996	1,666	5,662
Gain on disposal of assets	26	-	-	-	86	100	186
Share of profit or (loss) on investments accounted for using the equity method	18	(160)	(84)	(244)	120	63	183
<b>Total income from continuing operations</b>		<b>243,064</b>	<b>81,995</b>	<b>325,059</b>	<b>281,955</b>	<b>55,643</b>	<b>337,598</b>
<b>Expenses from continuing operations</b>							
Employee related expenses	5	126,390	47,488	173,878	112,089	46,388	158,477
Depreciation and amortisation	6	10,925	5,552	16,477	10,759	5,598	16,357
Repairs and maintenance	7	4,015	4,015	8,030	2,940	2,971	5,911
Impairment of assets	8	70	632	702	254	580	834
Losses on disposal of assets	26	125	163	288	-	-	-
Other expenses	9	78,717	23,682	102,399	72,525	21,309	93,834
<b>Total expenses from continuing operations</b>		<b>220,242</b>	<b>81,532</b>	<b>301,774</b>	<b>198,567</b>	<b>76,846</b>	<b>275,413</b>
<b>Net result before income tax</b>		<b>22,822</b>	<b>463</b>	<b>23,285</b>	<b>83,388</b>	<b>(21,203)</b>	<b>62,185</b>
<b>Net result after income tax for the period</b>		<b>22,822</b>	<b>463</b>	<b>23,285</b>	<b>83,388</b>	<b>(21,203)</b>	<b>62,185</b>
<b>Net result</b>		<b>22,822</b>	<b>463</b>	<b>23,285</b>	<b>83,388</b>	<b>(21,203)</b>	<b>62,185</b>



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 2: Disaggregated information (continued)

### (a) Industry - Dual Sector Providers (Parent) (continued)

	Note	Higher Education 2022 \$'000	VET 2022 \$'000	Total Parent 2022 \$'000	Higher Education 2021 \$'000	VET 2021 \$'000	Total Parent 2021 \$'000
<b>STATEMENT OF FINANCIAL POSITION</b>							
<b>ASSETS</b>							
<b>Current assets</b>							
Cash and cash equivalents	10	292,139	(119,419)	172,720	286,419	(112,086)	174,333
Receivables	11	9,614	5,036	14,650	4,347	2,277	6,624
Inventories	12	534	280	814	507	265	772
Other financial assets	15	5,097	2,670	7,767	3,284	1,720	5,004
Non-current assets classified as held for sale	16	-	-	-	10,576	5,540	16,116
Other non-financial assets	17	5,295	2,774	8,069	3,628	1,900	5,528
<b>Total current assets</b>		<b>312,679</b>	<b>(108,659)</b>	<b>204,020</b>	<b>308,761</b>	<b>(100,384)</b>	<b>208,377</b>
<b>Non-current assets</b>							
Biological assets	13	-	2,879	2,879	-	1,258	1,258
Investments accounted for using the equity method	18	1,277	-	1,277	1,521	-	1,521
Other financial assets	15	50,511	-	50,511	64,190	-	64,190
Property, plant and equipment	19	375,850	196,875	572,725	307,467	161,055	468,522
<b>Total non-current assets</b>		<b>427,638</b>	<b>199,754</b>	<b>627,392</b>	<b>373,178</b>	<b>162,313</b>	<b>535,491</b>
<b>Total assets</b>		<b>740,317</b>	<b>91,095</b>	<b>831,412</b>	<b>681,939</b>	<b>61,929</b>	<b>743,868</b>
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Trade and other payables	22	7,883	4,129	12,012	7,375	3,863	11,238
Lease liabilities	20(a)	1,277	669	1,946	1,493	782	2,275
Provisions	24	17,502	9,168	26,670	16,956	8,881	25,837
Other liabilities	25	53,940	28,253	82,193	49,200	25,772	74,972
<b>Total current liabilities</b>		<b>80,602</b>	<b>42,219</b>	<b>122,821</b>	<b>75,024</b>	<b>39,298</b>	<b>114,322</b>
<b>Non-current liabilities</b>							
Lease liabilities	20(a)	16,152	8,461	24,613	1,337	700	2,037
Borrowings	23	6,562	3,438	10,000	-	-	-
Provisions	24	1,209	633	1,842	1,220	639	1,859
Other liabilities	25	204	107	311	-	-	-
<b>Total non-current liabilities</b>		<b>24,127</b>	<b>12,639</b>	<b>36,766</b>	<b>2,557</b>	<b>1,339</b>	<b>3,896</b>
<b>Total liabilities</b>		<b>104,729</b>	<b>54,858</b>	<b>159,587</b>	<b>77,581</b>	<b>40,637</b>	<b>118,218</b>
<b>Net assets</b>		<b>635,588</b>	<b>36,237</b>	<b>671,825</b>	<b>604,358</b>	<b>21,292</b>	<b>625,650</b>
<b>Equity</b>							
Reserves	27(a)	206,005	86,830	292,835	193,114	74,644	267,758
Restricted funds	27(b)	46,072	2,627	48,699	42,276	1,490	43,766
Retained earnings	27(c)	383,511	(53,220)	330,291	368,968	(54,842)	314,126
<b>Total equity</b>		<b>635,588</b>	<b>36,237</b>	<b>671,825</b>	<b>604,358</b>	<b>21,292</b>	<b>625,650</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 2: Disaggregated information (continued)

#### (a) Industry - Dual Sector Providers (Parent) (continued)

##### STATEMENT OF CHANGES IN EQUITY

##### Parent

##### Balance at 1 January 2021

Net result

Other comprehensive income

**Total comprehensive income**

Transfers from / (to) restricted reserves

**Balance at 31 December 2021**

##### Balance at 1 January 2022

Net result

Other comprehensive income

**Total comprehensive income**

Transfers from / (to) restricted reserves

Transfers from / (to) asset revaluation reserves

**Balance at 31 December 2022**

Higher Education	VET	Total Parent
\$'000	\$'000	\$'000
504,026	45,421	549,447
83,388	(21,203)	62,185
17,270	(3,252)	14,018
<b>100,658</b>	<b>(24,455)</b>	<b>76,203</b>
(326)	326	-
<b>604,358</b>	<b>21,292</b>	<b>625,650</b>
604,358	21,292	625,650
22,822	463	23,285
11,754	13,323	25,077
<b>34,576</b>	<b>13,786</b>	<b>48,362</b>
(1,910)	1,910	-
(1,436)	(751)	(2,187)
<b>635,588</b>	<b>36,237</b>	<b>671,825</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 2: Disaggregated information (continued)

### (a) Industry - Dual Sector Providers (Parent) (continued)

	Note	Higher Education 2022 \$'000	VET 2022 \$'000	Total Parent 2022 \$'000	Higher Education 2021 \$'000	VET 2021 \$'000	Total Parent 2021 \$'000
<b>STATEMENT OF CASH FLOWS</b>							
<b>Cash Flows from operating activities</b>							
Australian Government Grants		122,696	9,748	132,444	153,487	501	153,988
OS-HELP (net)		(585)	-	(585)	-	-	-
NT Government Grants		37,298	2,213	39,511	37,020	2,643	39,663
HECS-HELP student payments		4,066	446	4,512	5,988	-	5,988
Receipts from student fees and other customers		77,243	69,039	146,282	81,200	52,770	133,970
Interest received		990	518	1,508	260	136	396
Dividend received		4,421	-	4,421	5,504	-	5,504
Payments to suppliers and employees		(208,187)	(74,293)	(282,480)	(185,210)	(70,662)	(255,872)
Lease interest payments		(79)	(42)	(121)	(60)	(31)	(91)
Low value / short term lease payments		(2,021)	(1,058)	(3,079)	(1,272)	(667)	(1,939)
<b>Net cash provided by / (used in) operating activities</b>	37	<b>35,842</b>	<b>6,571</b>	<b>42,413</b>	<b>96,917</b>	<b>(15,310)</b>	<b>81,607</b>
<b>Cash flows from investing activities</b>							
Proceeds from sale of property, plant and equipment		11,410	5,330	16,740	155	68	223
Proceeds from sale of biological assets		-	224	224	-	385	385
Payments for property, plant and equipment		(41,099)	(19,198)	(60,297)	(21,742)	(9,457)	(31,199)
Payments for biological assets		-	(55)	(55)	-	(340)	(340)
<b>Net cash used in investing activities</b>		<b>(29,689)</b>	<b>(13,699)</b>	<b>(43,388)</b>	<b>(21,587)</b>	<b>(9,344)</b>	<b>(30,931)</b>
<b>Cash flows from financing activities</b>							
Repayment of lease liabilities		(1,662)	(776)	(2,438)	(1,640)	(714)	(2,354)
Other investing inflows		6,816	3,184	10,000	6,969	3,031	10,000
Other investing outflows		(5,589)	(2,611)	(8,200)	-	-	-
<b>Net cash from / (used in) financing activities</b>		<b>(435)</b>	<b>(203)</b>	<b>(638)</b>	<b>5,329</b>	<b>2,317</b>	<b>7,646</b>
<b>Net Increase / (decrease) in cash and cash equivalents</b>		<b>5,718</b>	<b>(7,331)</b>	<b>(1,613)</b>	<b>80,659</b>	<b>(22,337)</b>	<b>58,322</b>
Cash and cash equivalents at the beginning of the financial year		286,421	(112,088)	174,333	205,762	(89,751)	116,011
<b>Cash and cash equivalents at the end of the financial year</b>	10	<b>292,139</b>	<b>(119,419)</b>	<b>172,720</b>	<b>286,421</b>	<b>(112,088)</b>	<b>174,333</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3: Revenue and income

The Notes 3.1. to 3.6 disclose the revenue and income received during the period according to the mandatory disclosures required by the Australian Government Department of Education. The disclosures as per AASB 15 and AASB 1058 are included in the Note 3.6 and a reconciliation is included in Note 3.7.

### Note 3.1 Australian Government financial assistance including Australian Government loan programs (HELP)

	Note	Group		Parent Entity	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>(a) Commonwealth grant scheme and other grants</b>					
40.1					
Commonwealth grants scheme <sup>#1</sup>		60,084	63,657	60,084	63,657
Indigenous, Regional and Low-SES Attainment Fund <sup>#2</sup>		14,490	14,136	14,490	14,136
Higher Education Disability Support Program <sup>#3</sup>		60	30	60	30
National Priorities and Industry Linkage Fund		1,997	-	1,997	-
Other		6	7	6	7
<b>Total Commonwealth grants scheme and other grants</b>		<b>76,638</b>	<b>77,830</b>	<b>76,638</b>	<b>77,830</b>
<b>(b) Higher Education Loan Programs</b>					
40.2					
HECS-HELP		30,707	31,163	30,707	31,163
FEE-HELP		3,792	1,909	3,792	1,909
VET FEE-HELP		87	103	87	103
SA-HELP		1,267	1,201	1,267	1,201
<b>Total Higher education loan programs</b>		<b>35,854</b>	<b>34,376</b>	<b>35,854</b>	<b>34,376</b>
<b>(c) Education - research</b>					
40.3					
Research support program		10,154	21,307	10,154	21,307
Research training scheme		8,041	7,768	8,041	7,768
<b>Total education research grants</b>		<b>18,195</b>	<b>29,075</b>	<b>18,195</b>	<b>29,075</b>
<b>(d) Other capital funding</b>					
40.4					
Other		708	-	708	-
<b>Total other capital funding</b>		<b>708</b>	<b>-</b>	<b>708</b>	<b>-</b>
<b>(e) Australian Research Council</b>					
40.5					
Discovery		1,408	966	946	966
Linkages		545	86	545	86
Other		87	170	87	170
<b>Total Australian Research Council</b>		<b>2,040</b>	<b>1,222</b>	<b>1,578</b>	<b>1,222</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 3.1: Australian Government financial assistance including Australian Government loan programs (HELP) (continued)

Note	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>(f) Other Australian Government Financial Assistance</b>				
<b>Non-capital</b>				
Department of Health and Aged Care Grants	4,657	2,946	-	-
Away from Base	1,532	528	1,532	528
National Health and Medical Research Council Grants	14,605	17,059	-	-
Other	3,095	2,580	-	-
<b>Total</b>	<b>23,889</b>	<b>23,113</b>	<b>1,532</b>	<b>528</b>
<b>Total other Australian Government financial assistance</b>	<b>23,889</b>	<b>23,113</b>	<b>1,532</b>	<b>528</b>
<b>Australian Government grants (a+c+d+e+f)</b>	<b>121,469</b>	<b>131,240</b>	<b>98,650</b>	<b>108,655</b>
<b>HELP - Australian Government payments (b)</b>	<b>35,854</b>	<b>34,376</b>	<b>35,854</b>	<b>34,376</b>
<b>Total Australian Government financial assistance</b>	<b>157,323</b>	<b>165,616</b>	<b>134,504</b>	<b>143,031</b>

- #1 Includes the basic CGS grant amount, CGS – Medical Student Loading, Transition Fund loading, Allocated Places, Non-Designated Courses and CGS – Special Advances from Future Years.
- #2 Includes the Higher Education Participation and Partnership Program, regional loading, enabling loading and Indigenous Student Success Program.
- #3 Higher Education Disability Support Program includes Additional Support for Students with Disabilities and Australian Disability Clearinghouse on Education & Training.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.1: Australian Government financial assistance including Australian Government loan programs (HELP) (continued)

### Accounting Policy

#### *Commonwealth grant scheme and other grants*

Commonwealth Grant Scheme funding represents subsidies for tuition costs for higher education students. This falls under AASB 15 and the revenue is recognised over time as the students receive the tuition services.

Higher Education Participation and Partnership Program represents grants provided to undertake activities and implement strategies that improve access to undergraduate courses for people from low socio-economic status (SES) backgrounds, as well as improving the retention and completion rates of those students. This falls under AASB 15 and the revenue is recognised over time as the grant funds are expended.

Indigenous Support Program funding represents grants provided to accelerate improvements in the university enrolment, progression and award completions of Indigenous Australians. This falls under AASB 1058 (as the performance obligations are not 'sufficiently specific') and the revenue is recognised when received.

#### *Higher Education Loan Programs*

HELP represents financial assistance provided by the Commonwealth Government (in the form of a loan between the government and the student) that allows eligible students to pay their student contribution amounts (HECS-HELP), tuition fees (FEE-HELP), and student services and amenities fee (SA-HELP). This falls under AASB 15 and the revenue is recognised over time as the students receive the tuition services and other amenities.

#### *Education – research*

Research Training Program funding represents grants provided to support both domestic and overseas students undertaking Research Doctorate and Research Master's degrees. This falls under AASB 1058 (as the performance obligations are not 'sufficiently specific') and the revenue is recognised when received.

Research Support Program funding represents grants provided to support the systemic costs of research not supported directly through competitive and other grants. This falls under AASB 1058 (as the performance obligations are not 'sufficiently specific') and the revenue is recognised when received.

#### *Other capital funding*

Other capital funding represents grants provided to acquire or construct a recognisable non-financial asset (e.g. land, buildings, infrastructure, plant and equipment) to be controlled by the Group. This falls under AASB 1058 and the revenue is recognised over time as the asset is acquired or constructed.

#### *Research*

Research funding represents grants to support the highest-quality fundamental and applied research and research training. There is an enforceable contract by provisions in the Australian Research Council (ARC) funding agreement and corresponding legislation; and there are sufficiently specific performance obligations in the promise of research activities in the form of the 'mature research plan' which is contained within the proposal for the grant. It is within the scope of AASB 15. The only exception is ARC funded assets including Linkage, Infrastructure, Equipment and Facilities. These contracts meet the criteria of AASB 1058 and are treated as transfers to enable an entity to acquire or construct a recognisable non-financial asset to be controlled by the Group. For other funding bodies, if the contract is sufficiently specific it will determine it is accounted for in accordance with AASB 15. Income is recognised immediately when Group has the contractual right to receive the grant as there are no identified sufficiently specific performance obligations. Where a refund obligation or termination for convenience clause exists revenue will be recognised to the extent of expenditure incurred.

#### *Other Australian Government Financial Assistance*

The remaining revenue in this category consists of a mix of other operating and research grants provided by the Commonwealth Government. This falls under AASB 15 and the revenue is recognised over time as the grant funds are expended.



## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 3.2: Northern Territory Government financial assistance

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Non-Capital</b>				
NTG - other financial assistance	15,373	16,437	9,242	9,577
Total Non-Capital	15,373	16,437	9,242	9,577
<b>Capital</b>				
Vocational Education and Training	516	1,959	516	1,959
Education and Community Precinct	27,300	45,000	27,300	45,000
Total Capital	27,816	46,959	27,816	46,959
<b>Total Northern Territory Government Financial Assistance</b>	<b>43,189</b>	<b>63,396</b>	<b>37,057</b>	<b>56,536</b>

#### Accounting Policy

##### *State and local government financial assistance*

The revenue in this category consists of operating grants provided by state and local governments. This falls under AASB 15 and the revenue is recognised over time as the grant funds are expended.

##### *Capital funding*

Capital funding represents grants provided to acquire or construct a recognisable non-financial asset (e.g. land, buildings, infrastructure, plant and equipment) to be controlled by the Group. This falls under AASB 1058 and the revenue is recognised over time as the asset is acquired or constructed.

### Note 3.3: Fees and charges

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Course fees and charges</b>				
Fee-paying onshore overseas students	44,697	48,123	44,697	48,123
Vocational Educational and Training	43,472	40,933	43,472	40,933
Continuing education	4,655	5,379	4,655	5,379
Fee-paying domestic postgraduate students	1,089	903	1,030	64
Fee-paying domestic undergraduate students	2	-	2	-
Fee-paying domestic non-award students	606	539	606	539
<b>Total course fees and charges</b>	<b>94,521</b>	<b>95,877</b>	<b>94,462</b>	<b>95,038</b>
<b>Other non-course fees and charges</b>				
Application fees	13	31	13	31
Administration fees and charges	262	122	226	122
Student services fees from students	933	951	933	951
Other	786	921	22	342
<b>Total other fees and charges</b>	<b>1,995</b>	<b>2,025</b>	<b>1,195</b>	<b>1,446</b>
<b>Total fees and charges</b>	<b>96,516</b>	<b>97,902</b>	<b>95,657</b>	<b>96,484</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.3: Fees and charges (continued)

### Accounting Policy

#### *Student fees and charges*

Course fees and charges relate to undergraduate programs, graduate and professional degree programs, and continuing education and executive programs. It excludes fees and charges for Commonwealth Government funded courses (this is categorised separately as Australian Government Financial Assistance). This falls under AASB 15 and the revenue is recognised over time as the students receive the tuition services.

Student service and amenities fee revenue is derived when a student pays their fee up-front to the University (and does not enter into a SA-HELP loan arrangement with the Commonwealth Government if eligible to do so). This falls under AASB 15 and the revenue is recognised over time as the students receive the student services and amenities.

#### *Non-course fees and charges*

Non-course fees and charges revenue relates to student services and amenities fees, use of facility charges, commercial sales, accommodation services and other miscellaneous revenue. Revenue is recognised when the Group satisfies a performance obligation by transferring a good / service to a customer.

The revenue is recognised:

- Over time when the service is provided over the defined period.
- At a point in time when the goods / service is in relation to the completion of sufficiently specific performance obligations.

## Note 3.4: Consultancy and contracts

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Contract research	35,626	25,885	26,239	15,242
<b>Total consultancy and contracts</b>	<b>35,626</b>	<b>25,885</b>	<b>26,239</b>	<b>15,242</b>

### Accounting Policy

#### *Contract research*

Contract research revenue represents grants received from non-government entities that relate to research and experimental development. Each research project is reviewed individually with regard to the enforceability and sufficiently specific performance obligations criteria to determine whether AASB 15 or AASB 1058 applies. Service and research contracts are different and accounted for differently.

The revenue is recognised:

- Over time when the service is provided over the period; or
- At a point in time when the service is within the scope of AASB 15 and is not provided over the period; or
- At a point in time when the service is within the scope of AASB 1058.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 3.5: Other income and revenue

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Other income</b>				
Donations - CDUFT and other	4,472	2,181	5,510	538
Scholarships and prizes	1,321	2,371	1,484	2,443
Financial assistance / grants	254	471	254	471
<b>Total other income</b>	<b>6,047</b>	<b>5,023</b>	<b>7,248</b>	<b>3,452</b>
<b>Other revenue</b>				
Sales	3,247	3,365	4,317	5,848
Facility and equipment hire	1,381	1,439	1,381	1,439
Catering	119	148	119	148
Guest accommodation	2,570	2,128	2,637	2,166
Gifted Asset	59	-	59	-
Change in fair value less point of sale cost of livestock	821	337	821	337
Other	2,268	339	2,241	339
<b>Total other revenue</b>	<b>10,465</b>	<b>7,756</b>	<b>11,577</b>	<b>10,277</b>
<b>Total other income and revenue</b>	<b>16,512</b>	<b>12,779</b>	<b>18,825</b>	<b>13,729</b>

#### Accounting Policy

##### *Donations*

Donations and bequests consist of voluntary, unencumbered gifts where no material benefit or advantage is received by the donor. All donations and bequests fall under AASB 1058 (as there are no material obligations or conditions) and the revenue is recognised when received.

##### *Scholarships and prizes*

Scholarships and prizes represent funds received by the Group from non-government entities to provide support to students to further their education. This falls under AASB 15 and the revenue is recognised over time as the scholarships and prizes are provided to students.

##### *Sale of goods*

Sale of goods includes the sale of livestock, books, food and drink. This falls under AASB 15 and the revenue is recognised when the promised goods are provided to the customer (i.e. when the customer obtains control).

##### *Rendering of services*

Sale of services includes the provision of medical examinations, internet access and catered functions. This falls under AASB 15 and the revenue is recognised when the promised service is provided to the customer.

##### *Other revenue*

Other revenue consists of other small revenue items that are not classified elsewhere. They fall under AASB 1058 and the revenue is recognised when received.

##### *Change in fair value less point of sale cost of livestock*

Changes in the fair value less estimated point of sale costs are recognised in the Income Statement in the year they arise.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.6 Revenue and Income from continuing operations

### Basis for disaggregation

Revenue streams disclosed below are considered to be different in nature, amount, timing and uncertainty.

### Sources of funding

The Group receives funds from Australian Government as well as State and Local Government to assist with education programs across a wide range of disciplines, and at different education qualification levels. Apart from the sources received from Government, the Group also receives funds and fees from private organisations or individuals that are used for the different programs, including research programs across a wide range of disciplines led by the Group.

### Revenue and income streams

The streams are distinguishing the different activities performed by the Group as well as acknowledging the different type of users of the programs and services provided:

- I. Course fees and charges: The Group has domestic and overseas students enrolled in a variety of programs for different qualification levels. Whilst the number of domestic students is affected by national economic factors as interest rates or unemployment, the overseas students are impacted by the changes in the immigration policies.
- II. Research: The Group performs research activities in different fields such as health, engineering, education, the environment and sciences. The Group enters into many different types of research agreements with different counterparties, such as with private sector customers and Government agencies that award research grants. Each grant agreement needs to be assessed as to whether it is an enforceable arrangement and contains sufficiently specific promises to transfer outputs from the research to the customer (or at the direction of the customer). Judgement is required in making this assessment. The Group has concluded that some research agreements represent a contract with a customer whereas other research grants are recognised as income when the Group obtains control of the research funds.
- III. Non-course fees and charges: these correspond to some recurrent grants, capital grants and commercial sales such as accommodation, books and facility hire amongst others.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.6 Revenue and Income from continuing operations (continued)

	Consolidated Sources of Funding						For the year ended 31 December 2022	
	Higher Education Loan Program \$'000	Student fees \$'000	Australian Government financial assistance \$'000	NT Government financial assistance \$'000	Donations \$'000	Others \$'000	Total Revenue from contracts with customers \$'000	Total Income of not-for- profit entities \$'000
<b>Revenue and income streams</b>								
<b>Course fees and charges</b>								
Fee-paying onshore overseas students	-	44,697	-	-	-	-	44,697	-
Fee-paying domestic students	35,854	49,824	60,084	-	-	-	145,762	-
Other administration fees and charges	-	1,995	-	-	-	-	1,995	-
<b>Total course fees and charges</b>	<b>35,854</b>	<b>96,516</b>	<b>60,084</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>192,454</b>	<b>-</b>
<b>Research</b>								
Research	-	-	6,698	-	-	35,626	41,963	361
Research Support Funding	-	-	32,799	-	-	-	-	32,799
<b>Total research</b>	<b>-</b>	<b>-</b>	<b>39,497</b>	<b>-</b>	<b>-</b>	<b>35,626</b>	<b>41,963</b>	<b>33,160</b>
<b>Non-course fees and charges</b>								
Recurrent Government grants	-	-	-	15,374	-	-	10,665	4,709
Other Government grants	-	-	3,595	-	-	-	3,595	-
Capital grants	-	-	708	27,815	-	-	708	27,815
Commercial sales	-	-	-	-	-	7,317	7,317	-
Other	-	-	17,585	-	4,472	4,723	17,585	9,195
<b>Total non-course fees and charges</b>	<b>-</b>	<b>-</b>	<b>21,888</b>	<b>43,189</b>	<b>4,472</b>	<b>12,040</b>	<b>39,870</b>	<b>41,719</b>
<b>Total revenue from contracts with customers</b>	<b>35,854</b>	<b>96,516</b>	<b>88,670</b>	<b>10,665</b>	<b>-</b>	<b>42,582</b>	<b>274,287</b>	<b>-</b>
<b>Total income of not-for-profit entities</b>	<b>-</b>	<b>-</b>	<b>32,799</b>	<b>32,524</b>	<b>4,472</b>	<b>5,084</b>	<b>-</b>	<b>74,879</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.6 Revenue and Income from continuing operations (continued)

	Consolidated Sources of Funding						For the year ended 31 December 2021	
	Higher Education Loan Program \$'000	Student fees \$'000	Australian Government financial assistance \$'000	NT Government financial assistance \$'000	Donations \$'000	Others \$'000	Total Revenue from contracts with customers \$'000	Total Income of not-for- profit entities \$'000
<b>Revenue and income streams</b>								
<b>Course fees and charges</b>								
Fee-paying onshore overseas students	-	48,123	-	-	-	-	48,123	-
Fee-paying domestic students	34,376	47,754	73,983	-	-	-	156,113	-
Other administration fees and charges	-	2,025	-	-	-	-	2,025	-
<b>Total course fees and charges</b>	<b>34,376</b>	<b>97,902</b>	<b>73,983</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>206,261</b>	<b>-</b>
<b>Research</b>								
Research	-	-	10,060	1,597	-	22,364	33,358	663
Research Support Funding	-	-	43,396	264	470	(840)	-	43,290
<b>Total research</b>	<b>-</b>	<b>-</b>	<b>53,456</b>	<b>1,861</b>	<b>470</b>	<b>21,524</b>	<b>33,358</b>	<b>43,953</b>
<b>Non-course fees and charges</b>								
Recurrent Government grants	-	-	-	14,286	-	-	9,577	4,709
Other Government grants	-	-	4,374	-	-	-	4,374	-
Capital grants	-	-	-	46,959	-	-	-	46,959
Commercial sales	-	-	-	-	-	7,080	7,080	-
Other	-	-	-	-	2,181	7,126	1,779	7,529
<b>Total non-course fees and charges</b>	<b>-</b>	<b>-</b>	<b>4,374</b>	<b>61,245</b>	<b>2,181</b>	<b>14,206</b>	<b>22,810</b>	<b>59,196</b>
<b>Total revenue from contracts with customers</b>	<b>34,376</b>	<b>97,902</b>	<b>88,417</b>	<b>11,174</b>	<b>-</b>	<b>30,560</b>	<b>262,429</b>	<b>-</b>
<b>Total income of not-for-profit entities</b>	<b>-</b>	<b>-</b>	<b>43,396</b>	<b>51,932</b>	<b>2,651</b>	<b>5,170</b>	<b>-</b>	<b>103,149</b>



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.6 Revenue and Income from continuing operations (continued)

	Parent Sources of Funding						For the year ended 31 December 2022	
	Higher Education Loan Program \$'000	Student fees \$'000	Australian Government financial assistance \$'000	NT Government financial assistance \$'000	Donations \$'000	Others \$'000	Total Revenue from contracts with customers \$'000	Total Income of not-for- profit entities \$'000
<b>Revenue and income streams</b>								
<b>Course fees and charges</b>								
Fee-paying onshore overseas students	-	44,697	-		-	-	44,697	-
Fee-paying domestic students	35,854	49,765	60,084	-	-	-	145,704	-
Other administration fees and charges	-	1,195	-		-	-	1,195	-
<b>Total course fees and charges</b>	<b>35,854</b>	<b>95,657</b>	<b>60,084</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>191,594</b>	<b>-</b>
<b>Research</b>								
Research goods and services	-	-	1,578	-	-	26,239	27,457	360
Research income	-	-	18,195	-	-	-	-	18,195
<b>Total research</b>	<b>-</b>	<b>-</b>	<b>19,773</b>	<b>-</b>	<b>-</b>	<b>26,239</b>	<b>27,457</b>	<b>18,555</b>
<b>Non-course fees and charges</b>								
Recurrent Government grants	-	-	-	9,242	-	-	9,242	-
Other Government grants	-	-	3,595	-	-	-	3,595	-
Capital grants	-	-	708	27,816	-	-	708	27,816
Commercial sales	-	-	-	-	-	8,455	8,455	-
Other	-	-	14,490	-	5,510	4,860	14,490	10,370
<b>Total non-course fees and charges</b>	<b>-</b>	<b>-</b>	<b>18,793</b>	<b>37,057</b>	<b>5,510</b>	<b>13,315</b>	<b>36,490</b>	<b>38,185</b>
<b>Total revenue from contracts with customers</b>	<b>35,854</b>	<b>95,657</b>	<b>80,096</b>	<b>9,242</b>	<b>-</b>	<b>34,694</b>	<b>255,542</b>	<b>-</b>
<b>Total income of not-for-profit entities</b>	<b>-</b>	<b>-</b>	<b>18,555</b>	<b>27,816</b>	<b>5,510</b>	<b>4,860</b>	<b>-</b>	<b>56,741</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 3.6 Revenue and Income from continuing operations (continued)

	Parent Sources of Funding						For the year ended 31 December 2021	
	Higher Education Loan Program \$'000	Student fees \$'000	Australian Government financial assistance \$'000	NT Government financial assistance \$'000	Donations \$'000	Others \$'000	Total Revenue from contracts with customers \$'000	Total Income of not-for- profit entities \$'000
<b>Revenue and income streams</b>								
<b>Course fees and charges</b>								
Fee-paying onshore overseas students	-	48,123	-		-	-	48,123	-
Fee-paying domestic students	34,376	46,915	73,984	-	-	-	155,275	-
Other administration fees and charges	-	1,446	-		-	-	1,446	-
<b>Total course fees and charges</b>	<b>34,376</b>	<b>96,484</b>	<b>73,984</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>204,844</b>	<b>-</b>
<b>Research</b>								
Research goods and services	-	-	1,223	-	-	15,242	15,802	663
Research income	-	-	29,075	-	-	-	-	29,075
<b>Total research</b>	<b>-</b>	<b>-</b>	<b>30,298</b>	<b>-</b>	<b>-</b>	<b>15,242</b>	<b>15,802</b>	<b>29,738</b>
<b>Non-course fees and charges</b>								
Recurrent Government grants	-	-	-	9,577	-	-	9,577	-
Other Government grants	-	-	4,374	-	-	-	4,374	-
Capital grants	-	-	-	46,958	-	-	-	46,958
Commercial sales	-	-	-	-	-	9,602	9,602	-
Other	-	-	-	-	538	3,589	3,589	538
<b>Total non-course fees and charges</b>	<b>-</b>	<b>-</b>	<b>4,374</b>	<b>56,535</b>	<b>538</b>	<b>13,191</b>	<b>27,142</b>	<b>47,496</b>
<b>Total revenue from contracts with customers</b>	<b>34,376</b>	<b>96,484</b>	<b>79,581</b>	<b>9,577</b>	<b>-</b>	<b>27,770</b>	<b>247,788</b>	<b>-</b>
<b>Total income of not-for-profit entities</b>	<b>-</b>	<b>-</b>	<b>29,075</b>	<b>46,958</b>	<b>538</b>	<b>663</b>	<b>-</b>	<b>77,234</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 3.7 Reconciliation of revenue and income

The following table reconciles the amounts disclosed in Notes 3.1 to 3.5 which contain the mandatory disclosures required by the department and the disclosures provided in Note 3.6 as per AASB 15 and AASB 1058:

	Note	Group 2022 \$'000	Group 2021 \$'000	Parent 2022 \$'000	Parent 2021 \$'000
<b>Income from continuing operations</b>					
Australian Government financial assistance					
Australian Government grants	3.1	121,469	131,240	98,650	108,655
HELP - Australian Government payments	3.1	35,854	34,376	35,854	34,376
NT Government financial assistance	3.2	43,189	63,396	37,057	56,536
Fees and charges	3.3	96,516	97,902	95,657	96,484
Consultancy and contracts	3.4	35,626	25,885	26,239	15,242
Other revenue	3.5	16,512	12,779	18,825	13,729
<b>Total</b>		<b>349,166</b>	<b>365,578</b>	<b>312,283</b>	<b>325,022</b>
Total revenue from contracts with customers as per AASB 15	3.6	274,287	262,429	255,542	247,788
Total income of not-for-profit as per AASB 1058	3.6	74,879	103,149	56,741	77,234
<b>Total</b>		<b>349,166</b>	<b>365,578</b>	<b>312,283</b>	<b>325,022</b>

### Note 4: Investment revenue

	Group 2022 \$'000	Group 2021 \$'000	Parent Entity 2022 \$'000	Parent Entity 2021 \$'000
Interest	3,545	610	2,226	402
Dividends	4,533	5,274	4,421	5,260
Investment property - Fair value movement	(86)	20	(116)	-
Investment property rental	11	13	-	-
<b>Total investment revenue</b>	<b>8,003</b>	<b>5,917</b>	<b>6,531</b>	<b>5,662</b>

#### Accounting Policy

##### Investment Revenue

Interest revenue is recognised as revenue over time.

Dividend revenue is recognised at the point in time the Group's right to receive payment has been established.

Investment property is carried at fair value, changes in fair values are recorded in the Income Statement as part of investment revenue.

Rental revenue from the leasing of investment properties is recognised in the Income Statement over time, as this represents the pattern of service rendered through the provision of the properties.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 5: Employee-related expenses

### Academic

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Salaries	67,664	61,239	65,952	60,150
Contributions to superannuation and pension schemes:				
- Funded	9,859	9,616	9,684	9,492
Payroll tax	4,369	3,746	4,278	3,680
Worker's compensation	319	288	283	262
Long service leave expense	1,481	1,809	1,315	1,780
Annual leave	1,276	1,316	1,072	1,174
<b>Total academic</b>	<b>84,968</b>	<b>78,015</b>	<b>82,584</b>	<b>76,538</b>

### Non-academic

Salaries	91,036	86,568	71,336	64,443
Contributions to superannuation and pension schemes:				
- Funded	15,047	13,310	12,462	10,403
Payroll tax	5,474	4,793	4,547	3,666
Worker's compensation	405	367	300	259
Long service leave expense	1,790	2,287	1,495	1,843
Annual leave	3,750	4,600	1,094	1,230
Other	60	95	60	95
<b>Total non-academic</b>	<b>117,562</b>	<b>112,020</b>	<b>91,294</b>	<b>81,939</b>
<b>Total employee related expenses</b>	<b>202,530</b>	<b>190,035</b>	<b>173,878</b>	<b>158,477</b>

### Accounting Policy

#### *Wages and salaries*

Employee expenses include all costs related to employment including wages and salaries, fringe benefits tax, leave entitlements, worker's compensation, and termination payments.

#### *Superannuation*

The Group recognises amounts payable to defined contributions schemes as an expense in the Income Statement in the period that the service has been rendered by the employee.

#### *Annual Leave*

Annual leave is classified as a current provision as the Group does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting period, however the liability is not expected to be settled in full within twelve months of the reporting period. The annual leave liability is recognised and measured at the present value of amounts expected to be paid when the liabilities are settled using the remuneration rate expected to apply at the time of settlement.

#### *Long service leave*

The liability for long service leave is recognised in the provision for employee benefits and measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 6: Depreciation and amortisation

#### Depreciation

Buildings and demountables

Plant and equipment

Leasehold improvements

Land improvements

Books and periodicals

Right of use assets

**Total depreciation**

**Total depreciation and amortisation**

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Buildings and demountables	10,439	10,352	10,439	10,352
Plant and equipment	2,682	2,449	2,130	1,990
Leasehold improvements	35	214	34	214
Land improvements	1,019	1,114	1,019	1,114
Books and periodicals	370	365	370	365
Right of use assets	2,499	2,551	2,485	2,322
<b>Total depreciation</b>	<b>17,044</b>	<b>17,045</b>	<b>16,477</b>	<b>16,357</b>
<b>Total depreciation and amortisation</b>	<b>17,044</b>	<b>17,045</b>	<b>16,477</b>	<b>16,357</b>

#### Accounting Policy

Land and Works of Art are not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

	2022	2021
Buildings including demountable	15 – 80 years	15 – 80 years
Building improvements	5-50 years	5-50 years
Leasehold land and improvements	Useful life or unexpired period of the lease, whichever is shorter	Useful life or unexpired period of the lease, whichever is shorter
Plant and equipment	3-25 years	3-25 years
Library books and periodicals	10 years	10 years
Furniture and fittings	5 years	5 years
Motor vehicles	3-4 years	3-4 years
Right of use assets	2-5 years	2-5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Amortisation of intangible assets is calculated using the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives, as follows:

	2022	2021
Intangible assets	5 years	5 years

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 7: Repairs and maintenance

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Building maintenance	2,244	938	2,244	938
Grounds maintenance	400	174	400	174
Electrical works	1,128	959	1,128	958
Air-conditioning	1,597	1,184	1,597	1,184
Building energy maintenance	235	613	235	613
Repairs and maintenance information technology	172	694	172	693
Plumbing	1,343	946	1,343	946
Repairs and maintenance general	1,764	1,528	911	405
<b>Total repairs and maintenance</b>	<b>8,883</b>	<b>7,034</b>	<b>8,030</b>	<b>5,911</b>

### Accounting Policy

Repairs and maintenance costs are recognised as expenses as incurred, except where they relate to the replacement of a component of an asset, in which case, the costs are capitalised and depreciated. Other routine operating maintenance, repair and minor renewal costs are also recognised as expenses, as incurred.

## Note 8: Impairment of assets

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
General debts	99	110	99	110
Student debts	603	724	603	724
Related party debts	-	-	-	-
<b>Total impairment (reversal) of assets</b>	<b>702</b>	<b>834</b>	<b>702</b>	<b>834</b>

### Accounting Policy

#### Impairment of assets

Intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment.

Other assets that are subject to amortisation are reviewed whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows which are largely independent of the cash inflows from other assets or groups of assets (cash generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

For further information on accounting policies of impairment of financial assets, refer to Note 11 and Note 15.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 9: Other expenses

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Scholarships, grants and prizes	10,558	11,740	16,612	23,215
Non-capitalised equipment	2,990	2,473	2,883	2,473
Advertising, marketing and promotional expenses	9,041	8,551	8,845	8,413
Materials	14,666	9,671	14,861	12,038
Stationery, photocopying and postage	3,024	3,108	2,875	2,818
Licenses, fees and charges	10,210	8,912	9,778	8,361
Travel, staffing and related costs	9,611	6,581	7,765	4,978
Utilities and facilities management	12,628	11,078	12,154	10,915
Interest and low value / short term leases	3,948	2,236	3,203	2,033
Motor vehicle expenses	768	566	679	518
Insurance	3,044	2,800	2,704	2,543
Inventory used	1,302	1,454	1,302	1,453
Consultants - teaching	1,196	1,381	1,196	1,381
Consultants - general	23,994	25,076	13,327	9,444
Communications	1,584	1,629	1,421	1,502
Other	3,157	1,832	2,794	1,749
<b>Total other expenses</b>	<b>111,721</b>	<b>99,088</b>	<b>102,399</b>	<b>93,834</b>

### Note 10: Cash and cash equivalents

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Cash at bank and on hand	34,576	105,330	30,927	101,249
Cash at bank - at call account	13,172	8,221	2,440	8,243
Cash at bank - term deposits	159,562	92,514	139,353	64,841
<b>Total cash and cash equivalents</b>	<b>207,310</b>	<b>206,065</b>	<b>172,720</b>	<b>174,333</b>



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 10: Cash and cash equivalents (continued)

### (a) Reconciliation to cash at the end of the year

The above figures are reconciled to cash at the end of the year as shown in the Statement of Cash Flows as follows:

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Balances as above	207,310	206,065	172,720	174,333
Balance per Statement of Cash Flows	207,310	206,065	172,720	174,333

#### Accounting Policy

##### *Cash and cash equivalents*

For the statement of cash flow presentation purposes, cash and cash equivalents includes cash-on-hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### (b) Cash at bank and on hand

The cash at bank and on hand include cash held in operating and replenishing bank accounts which are subject to variable interest rates between 0.35% and 3.35% (2021 - 0.00% and 0.35%).

### (c) At call

The cash at bank at call account is subject to variable interest rates between 0.10% and 0.50% (2021 - 0.10% and 0.50%).

### (d) Term deposits

The deposits are bearing floating interest rates between 0.35% and 4.67% (2021 - 0.20% and 1.00%). These deposits have an average maturity of 140 days (2021 - 177 days).

### (e) Bank guarantees

The University has three bank guarantees totalling \$0.52 million (2021: \$0.52 million) for the lease of levels 8 to 11, 815 George Street, Sydney and the lease of Level 11, 410 Ann Street, Brisbane.

## Note 11: Receivables

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Current</b>				
Trade receivables	11,290	3,729	10,305	2,653
Student fees	2,623	3,383	2,623	3,383
GST receivable	2,978	1,279	2,692	1,472
Less: Provision for impaired receivables	(970)	(885)	(970)	(885)
<b>Total receivables</b>	<b>15,921</b>	<b>7,507</b>	<b>14,650</b>	<b>6,624</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 11: Receivables (continued)

### Accounting Policy

#### Trade receivables

Trade receivables are recognised initially at fair value being original invoice amount, subsequently measured at amortised cost, less provision for impairment. Trade receivables are due for settlement within no more than 30 days.

#### Impairment

For trade receivables, the Group applies a simplified approach in calculating expected credit losses ("ECLs"). Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

As of 31 December 2022, trade receivables of the Group with a nominal value of \$311,000 (2021: \$67,000) were past due but not impaired. These relate to a number of independent customers and students for whom there is no recent history of default. The ageing analysis of these receivables is as follows:

The ageing of these receivables is:

3 to 6 months

Over 6 months

**Total**

Group		Parent Entity	
2022	2021	2022	2021
\$'000	\$'000	\$'000	\$'000
129	42	129	42
182	25	182	25
<b>311</b>	<b>67</b>	<b>311</b>	<b>67</b>

Set out below is the movement in the allowance for expected credit losses of trade receivables:

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
At 1 January	885	765	885	765
Expected credit loss	702	918	702	918
Receivables written off during the year as uncollectible	(589)	(554)	(589)	(554)
Unused amount reversed	(28)	(244)	(28)	(244)
<b>At 31 December</b>	<b>970</b>	<b>885</b>	<b>970</b>	<b>885</b>

Information about the credit exposures are disclosed in Note 38 Financial Risk Management.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 12: Inventories

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
CDU Bookshop	770	742	770	742
Uniprint	44	30	44	30
Northern Editions	-	539	-	539
Less: Provision for impairment	-	(539)	-	(539)
<b>Total inventories</b>	<b>814</b>	<b>772</b>	<b>814</b>	<b>772</b>

### Accounting Policy

#### Inventories

Raw materials and stores, work in progress and finished goods are stated at the lower of cost and net realisable value. Cost comprises direct materials and direct labour. Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

## Note 13: Biological assets

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Cattle</b>				
Carrying amount at 1 January	1,161	869	1,161	869
Gain / (loss) from changes to fair value less estimated point of sale costs	775	281	775	281
Purchases	13	432	13	432
Sales	(209)	(779)	(209)	(779)
Births	1,049	360	1,049	360
Deaths	(36)	(2)	(36)	(2)
Carrying amount at 31 December	2,753	1,161	2,753	1,161
<b>Horses</b>				
Carrying amount at 1 January	97	97	97	97
Gain from changes to fair value less estimated point of sale costs	45	-	45	-
Sales / deaths	(16)	-	(16)	-
Carrying amount at 31 December	126	97	126	97
<b>Total biological assets</b>	<b>2,879</b>	<b>1,258</b>	<b>2,879</b>	<b>1,258</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 13: Biological assets (continued)

#### Accounting Policy

##### *Biological assets*

Livestock consists of cattle and horses located at Katherine Rural Campus. Livestock are measured at their fair value less estimated point of sale costs. The fair value of the livestock is determined by an independent valuation based on market prices for livestock in the local area, at the time of sale. Changes in the fair value less estimated point of sale costs are recognised in the Income Statement in the year they arise. Purchases of livestock are recorded as cash flows used in operating activities.

There is no restriction on the title of the cattle and horses and the carrying amounts of the livestock have not been pledged as security for liabilities.

In 2022 the fair value of biological assets is based on the valuation performed by Ray White Livestock.

As at 31 December 2022, the University had no commitment to purchase any livestock.

Livestock held for sale comprised 877 cattle and 15 horses (2021: 529 cattle and 18 horses).

### Note 14: Investment property

#### At fair value

Opening balance at 1 January

Disposals

Revaluation of assets

**Closing balance at 31 December**

Group		Parent Entity	
2022	2021	2022	2021
\$'000	\$'000	\$'000	\$'000
195	175	-	-
(195)	-	-	-
-	20	-	-
-	195	-	-

In 2021, the fair value of the investment property held by Charles Darwin University Foundation was provided by an independent qualified valuer with experience in the location and category of the investment property. In 2022, this investment property was sold before Charles Darwin University Foundation was wound up.

#### Accounting Policy

##### *Investment property*

Investment properties exclude properties held to meet service delivery objectives of the Group.

Investment properties are initially recognised at cost. Costs incurred subsequent to initial acquisition are capitalised when it is probable that future economic benefits in excess of the originally assessed performance of the asset will flow to the Group. Where an investment property is acquired at no cost or for nominal consideration, its cost shall be deemed to be its fair value as at the date of acquisition.

Subsequent to initial recognition at cost, the investment property is carried at fair value, which is based on active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. If this information is not available, the Group uses alternative valuation methods such as recent prices in less active markets or discounted cash flow projections. These valuations are reviewed annually by a member of the Australian Property Institute.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 14: Investment property (continued)

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Amounts recognised in profit or loss for investment properties</b>				
Rental income	12	13	-	-
Direct operating expenses (rent generating properties)	(12)	(2)	-	-
<b>Total recognised in profit or loss</b>	-	11	-	-

### Note 15: Other financial assets

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Current</b>				
Accrued interest receivable	801	56	801	83
Contract assets	7,762	7,363	6,966	4,891
Advances to related parties	-	27	-	30
<b>Total current</b>	<b>8,563</b>	<b>7,446</b>	<b>7,767</b>	<b>5,004</b>
<b>Non-current</b>				
Fair value through other comprehensive income (FVOCI)	51,954	64,555	50,511	64,190
<b>Total non-current</b>	<b>51,954</b>	<b>64,555</b>	<b>50,511</b>	<b>64,190</b>
<b>Total other financial assets</b>	<b>60,517</b>	<b>72,001</b>	<b>58,278</b>	<b>69,194</b>

Charles Darwin University is one of 38 Australian Universities with equal ownership of Education Australia Limited. Education Australia Limited (EAL) owns 50% of IDP Education Ltd which is listed on the Australian Stock Exchange. At the end of August 2021, the Board of EAL informed shareholders that EAL completed a block trade sale of shares in IDP Education Limited ("IDP"), representing 15% of the issued capital of IDP. The balance of the net sale proceeds from the block trade has been distributed as a franked cash dividend to EAL shareholders and on 1 September 2021, in specie distribution of IDP Education Limited shares to the shareholders of EAL was completed.

The investment in Education Australia/IDP Education Ltd has been measured at fair value at 31 December 2022. Fair value has been determined based on the market value of shares in IDP Education Ltd (as it is traded on the Australian Stock Exchange).

Franking credit receivable as of \$22.8m (2021: \$25m) relating to the divestment of Education Australia Limited has not been recognised in the financial statement. The franking credit claim is currently under review by the Australian Taxation Office. Income will be recognised when payment is received.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 15: Other financial assets (continued)

### (a) Allowances for financial instruments other than receivables

Set out below is the movement in the allowance for financial instruments other than receivables:

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
At 1 January	-	-	-	-
Provisions for expected credit losses	-	-	-	-
Recovery of previously impaired advances	-	-	-	-
Advances written off as uncollectible	-	-	-	-
<b>At 31 December</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The information about the credit exposures is disclosed in Note 38 Financial risk management.

#### Accounting Policy

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### Initial recognition and measurement

Financial assets are classified at initial recognition and subsequently measured at amortised cost, fair value through Other Comprehensive Income (OCI), or fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them. With the exception of trade receivables that do not contain a significant financing component, the Group initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

#### Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in five categories:

- (Other) financial assets at amortised cost
- (Other) financial assets at fair value through Other Comprehensive Income
- Investments in equity instruments designated at fair value through Other Comprehensive Income
- (Other) financial assets at fair value through profit or loss
- (Other) financial assets designated at fair value through profit or loss.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 15: Other financial assets (continued)

### i) *Financial assets at amortised cost*

The Group measures financial assets at amortised cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

The Group's financial assets at amortised cost includes trade receivables, and loans to related parties.

### ii) *Financial assets at fair value through Other Comprehensive Income*

The Group measures financial instruments at fair value through OCI if both of the following conditions are met:

- The financial asset is held within a business model with the objective of both holding to collect contractual cash flows and selling; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

For financial instruments at fair value through OCI, interest income, foreign exchange revaluation and impairment losses or reversals are recognised in the Income Statement and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in OCI. Upon derecognition, the cumulative fair value change recognised in OCI is recycled to profit or loss.

The Group's financial instruments at fair value through OCI includes investments in quoted financial instruments included under other non-current financial assets.

### iii) *Investments in equity instruments designated at fair value through Other Comprehensive Income*

Upon initial recognition, the Group can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under AASB9 Financial Instruments and are not held for trading. The classification is determined on an instrument-by-instrument basis.

Gains and losses on these financial assets are never recycled to profit or loss. Dividends are recognised as other income in the Income Statement when the right of payment has been established, except when the Group benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

The Group elected to irrevocably classify its non-listed equity investments under this category.

### iv) *Financial assets at fair value through profit or loss (including designated)*

Financial assets at fair value through profit or loss include financial assets held for trading, financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term. Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model. Notwithstanding the criteria for financial instruments to be classified at amortised cost or at fair value through OCI, as described above, financial instruments may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 15: Other financial assets (continued)

Financial assets at fair value through profit or loss are carried in the Statement of Financial Position at fair value with net changes in fair value recognised in the Income Statement.

This category includes derivative instruments and listed equity investments which the Group had not irrevocably elected to classify at fair value through OCI. Dividends on listed equity investments are also recognised as other income in the Income Statement when the right of payment has been established.

### ***Derecognition***

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Group's consolidated Statement of Financial Position) when:

- The rights to receive cash flows from the asset have expired; or
- The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

### ***Offsetting***

Financial assets and financial liabilities are offset, and the net amount is reported in the consolidated Statement of Financial Position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

### ***Impairment of financial instruments other than receivables***

The Group recognises an allowance for expected credit losses (ECLs) for all financial instruments other than receivables not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For financial instruments at fair value through OCI, the Group applies the low credit risk simplification. At every reporting date, the Group evaluates whether the financial instrument is considered to have low credit risk using all reasonable and supportable information that is available without undue cost or effort. In making that evaluation, the Group reassesses the internal credit rating of the financial instrument. In addition, the Group considers that there has been a significant increase in credit risk when contractual payments are more than 30 days past due.

The Group considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Group may also consider a financial asset to be in default when internal or external information indicates that the Group is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Group. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 16: Assets classified as held for sale

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Land held for resale	-	16,116	-	16,116
<b>Total non-current assets classified as held for sale</b>	<b>-</b>	<b>16,116</b>	<b>-</b>	<b>16,116</b>

The University entered into an agreement with CIC-THD Pty Limited to develop part of Lot 9765 Town of Palmerston (known as The Heights, Durack). The development will deliver approximately 806 lots for residential purposes. The Agreement was dated 15 November 2010 and was effective from that date until 27<sup>th</sup> November 2020 at which point the University and CIC-THD Pty Limited signed a deed of termination to end the agreement.

The University has retained ownership of the land following the termination of the agreement but has since decided to sell the land. On 21 September 2022 the sale of the lots was settled for \$16m, representing a loss on disposal of \$0.12m.

#### Accounting Policy

##### *Assets classified as held for sale*

Assets (or disposal groups) are classified as held for sale and stated at the lower of their carrying amount and fair value less costs of disposal, if their carrying amount will be recovered principally through a sale transaction rather than through continuing use.

An impairment loss is recognised for any initial or subsequent write down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of de-recognition.

Assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the Statement of Financial Position. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the Statement of Financial Position.

### Note 17: Other assets

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Prepayments	8,488	5,874	8,069	5,528
Deposits	225	230	-	-
<b>Total other assets</b>	<b>8,713</b>	<b>6,104</b>	<b>8,069</b>	<b>5,528</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 18: Investments accounted for using the equity method

#### (a) Associates

Name of Entity	Place of business / Country of incorporation	Measurement method	Carrying amount		Ownership interest	
			2022 \$'000	2021 \$'000	2022 %	2021 %
FCD Health Limited	Australia	Equity method	802	823	50	50
South Australian Tertiary Admissions Centre Limited	Australia	Equity method	475	698	20	20
			<b>1,277</b>	<b>1,521</b>		

#### Accounting Policy

##### Associates

Associates are all entities over which the Group has significant influence but not control. Investments in associates are accounted for in the parent entity financial statements using the cost method or the equity method, and in the consolidated financial statements using the equity method of accounting, after initially being recognised at cost.

The Group's share of its associates' post acquisition profits or losses is recognised in the income statement, and its share of post acquisition movements in reserves is recognised in reserves. The cumulative post acquisition movements are adjusted against the carrying amount of the investment. Dividends receivable from associates are recognised in the parent entity's income statement, while in the consolidated financial statements they reduce the carrying amount of the investment.

The Parent Entity has a 50% interest in FCD Health Limited, a company limited by guarantee, incorporated and operating in Australia. The principal activity is the provision of medical services and training.

The Parent Entity has a 20% interest in South Australian Tertiary Admissions Centre Limited (SATAC), a not-for-profit body operating in Australia, incorporated in July 2017. The principal activity is the processing of applications, assessing qualifications, ranking applicants and making offers to courses at TAFE SA and the four Universities that form part of the administration agreement.

Summarised financial information in respect of the Associates is set out below:

	FCD Health		SATAC		Total	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Financial Position</b>						
Current assets	1,098	944	602	614	1,700	1,558
Non-current assets	7	152	760	888	767	1,040
<b>Total assets</b>	<b>1,105</b>	<b>1,096</b>	<b>1,362</b>	<b>1,502</b>	<b>2,467</b>	<b>2,598</b>
Current liabilities	303	273	249	96	552	369
Non-current liabilities	-	-	638	708	638	708
<b>Total liabilities</b>	<b>303</b>	<b>273</b>	<b>887</b>	<b>804</b>	<b>1,190</b>	<b>1,077</b>
<b>Net assets</b>	<b>802</b>	<b>823</b>	<b>475</b>	<b>698</b>	<b>1,277</b>	<b>1,521</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 18: Investments accounted for using the equity method (continued)

Summarised financial information in respect of the Associates is set out below:

	FCD Health		SATAC		Total	
	2022	2021	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Reconciliation of carrying amount</b>						
Balance at 1 January	823	485	698	853	1,521	1,338
Share of profit/ (loss) for the year	(21)	338	(223)	(155)	(244)	183
Balance at 31 December	802	823	475	698	1,277	1,521
<b>Financial Performance</b>						
Revenues	1,497	1,930	1,900	1,916	3,397	3,846
Expenses	(1,518)	(1,592)	(2,123)	(2,071)	(3,641)	(3,663)
Net operating result before income tax	(21)	338	(223)	(155)	(244)	183

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 19: Property, plant and equipment

Group	Land \$'000	Land Improvements \$'000	Buildings \$'000	Demountables \$'000	Works of Art \$'000	Library Books and Periodicals \$'000	Plant and Equipment \$'000	Leasehold Improvements \$'000	Right-of- use assets \$'000	Work in Progress \$'000	TOTAL \$'000
<b>At 1 January 2021</b>											
- Cost	-	4,123	2,333	-	133	16	44,565	5,530	10,650	9,246	76,596
- Valuation	57,600	32,074	366,547	876	1,722	3,633	2,838	-	-	-	465,290
- Accumulated Depreciation	-	(1,012)	(10,236)	(78)	-	(364)	(40,663)	(5,281)	(4,600)	-	(62,234)
<b>Net Book Amount</b>	<b>57,600</b>	<b>35,185</b>	<b>358,644</b>	<b>798</b>	<b>1,855</b>	<b>3,285</b>	<b>6,740</b>	<b>249</b>	<b>6,050</b>	<b>9,246</b>	<b>479,652</b>
<b>Year Ended 31 December 2021</b>											
Opening Net Book Amount	57,600	35,185	358,644	798	1,855	3,285	6,740	249	6,050	9,246	479,652
Additions	-	163	-	-	4	37	2,995	-	1,280	28,723	33,201
Transfers	(16,116)	33	1,129	-	-	-	588	-	-	(1,252)	(15,618)
Disposals	-	-	-	(43)	-	-	(393)	-	-	-	(436)
Add back accumulated depreciation	-	-	-	13	-	-	386	-	-	-	399
Revaluation Surplus / (Deficit)	(5,594)	(3,867)	-	-	-	-	-	-	-	-	(9,461)
Depreciation Charge	-	(1,114)	(10,274)	(76)	-	(365)	(2,450)	(214)	(2,551)	-	(17,045)
<b>Closing Net Book Amount</b>	<b>35,890</b>	<b>30,400</b>	<b>349,498</b>	<b>692</b>	<b>1,859</b>	<b>2,957</b>	<b>7,866</b>	<b>35</b>	<b>4,779</b>	<b>36,716</b>	<b>470,692</b>
<b>At 31 December 2021</b>											
- Cost	-	4,318	3,462	-	137	53	47,754	5,530	11,930	36,716	109,901
- Valuation	35,890	28,207	366,547	833	1,722	3,634	2,838	-	-	-	439,671
- Accumulated Depreciation	-	(2,126)	(20,510)	(141)	-	(729)	(42,727)	(5,495)	(7,151)	-	(78,880)
<b>Net Book Amount</b>	<b>35,890</b>	<b>30,400</b>	<b>349,498</b>	<b>692</b>	<b>1,859</b>	<b>2,957</b>	<b>7,866</b>	<b>35</b>	<b>4,779</b>	<b>36,716</b>	<b>470,692</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 19: Property, plant and equipment (continued)

Group	Land \$'000	Land Improvements \$'000	Buildings \$'000	Demountables \$'000	Works of Art \$'000	Library Books and Periodicals \$'000	Plant and Equipment \$'000	Leasehold Improvements \$'000	Right-of- use assets \$'000	Work in Progress \$'000	TOTAL \$'000
<b>At 1 January 2022</b>											
- Cost	-	4,318	3,462	-	137	53	47,754	5,530	11,930	36,716	109,901
- Valuation	35,890	28,207	366,547	833	1,722	3,634	2,838	-	-	-	439,671
- Accumulated Depreciation	-	(2,126)	(20,510)	(141)	-	(729)	(42,727)	(5,495)	(7,151)	-	(78,880)
<b>Net Book Amount</b>	<b>35,890</b>	<b>30,400</b>	<b>349,498</b>	<b>692</b>	<b>1,859</b>	<b>2,957</b>	<b>7,866</b>	<b>35</b>	<b>4,779</b>	<b>36,716</b>	<b>470,692</b>
<b>Year Ended 31 December 2022</b>											
Opening Net Book Amount	35,890	30,400	349,498	692	1,859	2,957	7,866	35	4,779	36,716	470,692
Additions	-	-	1,244	-	-	33	2,981	-	24,112	51,150	79,520
Transfers	-	275	2,882	-	-	-	593	-	-	2,360	6,110
Pre-termination	-	-	-	-	-	-	-	-	(512)	-	(512)
Disposals	(688)	-	(495)	-	-	-	(21,160)	-	-	(16)	(22,359)
Add back accumulated depreciation	-	-	170	-	-	-	21,160	-	-	-	21,330
Revaluation Surplus / (Deficit)	5,198	3,147	25,983	286	379	1,576	-	-	-	-	36,568
Depreciation Charge	-	(1,019)	(10,370)	(69)	-	(370)	(2,682)	(35)	(2,499)	-	(17,044)
<b>Closing Net Book Amount</b>	<b>40,400</b>	<b>32,803</b>	<b>368,912</b>	<b>909</b>	<b>2,238</b>	<b>4,196</b>	<b>8,758</b>	<b>-</b>	<b>25,880</b>	<b>90,210</b>	<b>574,305</b>
<b>At 31 December 2022</b>											
- Cost	-	-	-	-	-	-	30,169	5,530	35,530	90,210	161,439
- Valuation	40,400	32,803	368,912	909	2,238	4,196	2,838	-	-	-	452,295
- Accumulated Depreciation	-	-	-	-	-	-	(24,249)	(5,530)	(9,650)	-	(39,429)
<b>Net Book Amount</b>	<b>40,400</b>	<b>32,803</b>	<b>368,912</b>	<b>909</b>	<b>2,238</b>	<b>4,196</b>	<b>8,758</b>	<b>-</b>	<b>25,880</b>	<b>90,210</b>	<b>574,305</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 19: Property, plant and equipment (continued)

	Land	Land Improvements	Buildings	Demountables	Works of Art	Library Books and Periodicals	Plant and Equipment	Leasehold Improvements	Right-of-use assets	Work in Progress	TOTAL
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Parent Entity</b>											
<b>At 1 January 2021</b>											
- Cost	14,300	4,123	2,333	-	133	16	36,647	4,040	9,004	9,202	79,798
- Valuation	43,300	32,074	366,546	877	1,722	3,633	-	-	-	-	448,152
- Accumulated Depreciation	-	(1,012)	(10,235)	(78)	-	(364)	(31,033)	(3,792)	(3,709)	-	(50,223)
<b>Net Book Amount</b>	<b>57,600</b>	<b>35,185</b>	<b>358,644</b>	<b>799</b>	<b>1,855</b>	<b>3,285</b>	<b>5,614</b>	<b>248</b>	<b>5,295</b>	<b>9,202</b>	<b>477,727</b>
<b>Year Ended 31 December 2021</b>											
Opening Net Book Amount	57,600	35,185	358,644	799	1,855	3,285	5,614	248	5,295	9,202	477,727
Additions	-	163	-	-	4	37	2,062	-	1,280	28,723	32,268
Transfers	(16,116)	33	1,129	-	-	-	544	-	-	(1,208)	(15,618)
Disposals	-	-	-	(43)	-	-	(393)	-	-	-	(436)
Add back accumulated depreciation	-	-	-	13	-	-	386	-	-	-	399
Revaluation Surplus / (Deficit)	(5,594)	(3,867)	-	-	-	-	-	-	-	-	(9,461)
Depreciation Expense	-	(1,114)	(10,274)	(76)	-	(365)	(1,991)	(214)	(2,322)	-	(16,357)
<b>Closing Net Book Amount</b>	<b>35,890</b>	<b>30,400</b>	<b>349,499</b>	<b>693</b>	<b>1,859</b>	<b>2,957</b>	<b>6,222</b>	<b>34</b>	<b>4,253</b>	<b>36,717</b>	<b>468,522</b>
<b>At 31 December 2021</b>											
- Cost	-	4,318	3,462	-	137	53	38,860	4,040	10,284	36,717	97,871
- Valuation	35,890	28,207	366,546	834	1,722	3,633	-	-	-	-	436,832
- Accumulated Depreciation	-	(2,126)	(20,509)	(141)	-	(729)	(32,638)	(4,006)	(6,031)	-	(66,181)
<b>Net Book Amount</b>	<b>35,890</b>	<b>30,400</b>	<b>349,499</b>	<b>693</b>	<b>1,859</b>	<b>2,957</b>	<b>6,222</b>	<b>34</b>	<b>4,253</b>	<b>36,717</b>	<b>468,522</b>



## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 19: Property, plant and equipment (continued)

	Land	Land Improvements	Buildings	Demountables	Works of Art	Library Books and Periodicals	Plant and Equipment	Leasehold Improvements	Right-of-use assets	Work in Progress	TOTAL
Parent Entity	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2022</b>											
- Cost	-	4,318	3,462	-	137	53	38,860	4,040	10,284	36,717	97,871
- Valuation	35,890	28,207	366,546	834	1,722	3,633	-	-	-	-	436,832
- Accumulated Depreciation	-	(2,126)	(20,509)	(141)	-	(729)	(32,638)	(4,006)	(6,031)	-	(66,181)
<b>Net Book Amount</b>	<b>35,890</b>	<b>30,400</b>	<b>349,499</b>	<b>693</b>	<b>1,859</b>	<b>2,957</b>	<b>6,222</b>	<b>34</b>	<b>4,253</b>	<b>36,717</b>	<b>468,522</b>
<b>Year Ended 31 December 2022</b>											
Opening Net Book Amount	35,890	30,400	349,499	693	1,859	2,957	6,222	34	4,253	36,717	468,522
Additions	-	-	1,244	-	-	33	2,474	-	24,112	51,150	79,013
Transfers	-	275	2,882	-	-	-	611	-	-	2,360	6,128
Disposals	(688)	-	(495)	-	-	-	(20,484)	-	-	(16)	(21,682)
Add back accumulated depreciation	-	-	170	-	-	-	20,484	-	-	-	20,653
Revaluation Surplus / (Deficit)	5,198	3,147	25,983	285	379	1,576	-	-	-	-	36,568
Depreciation Expense	-	(1,019)	(10,370)	(69)	-	(370)	(2,130)	(34)	(2,485)	-	(16,477)
<b>Closing Net Book Amount</b>	<b>40,400</b>	<b>32,803</b>	<b>368,912</b>	<b>909</b>	<b>2,238</b>	<b>4,196</b>	<b>7,177</b>	<b>-</b>	<b>25,880</b>	<b>90,211</b>	<b>572,725</b>
<b>At 31 December 2022</b>											
- Cost	-	-	-	-	-	-	21,461	4,040	34,396	90,211	150,108
- Valuation	40,400	32,803	368,912	909	2,238	4,196	-	-	-	-	449,458
- Accumulated Depreciation	-	-	-	-	-	-	(14,284)	(4,040)	(8,516)	-	(26,841)
<b>Net Book Amount</b>	<b>40,400</b>	<b>32,803</b>	<b>368,912</b>	<b>909</b>	<b>2,238</b>	<b>4,196</b>	<b>7,177</b>	<b>-</b>	<b>25,880</b>	<b>90,211</b>	<b>572,725</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 19: Property, plant and equipment (continued)

### Accounting Policy

#### Property, Plant and Equipment

Land and buildings (except for investment properties - refer to Note 14) are shown at fair value, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. All other property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Income Statement during the financial period in which they are incurred.

Increases in the carrying amounts arising on revaluation of land, land improvements, buildings, demountables, works of art and library books and periodicals are recognised, net of tax, in Other Comprehensive Income and accumulated in equity under the heading Property, plant and equipment revaluation reserve. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are also firstly recognised in Other Comprehensive Income before reducing the balance of revaluation surpluses in equity, to the extent of the remaining reserve attributable to the asset; all other decreases are charged to the income statement.

Charles Darwin University has adopted the policy of revaluing its land and buildings once every three years unless there is a material change in the market value. AssetVal Pty Limited carried out a physical valuation of land, buildings, demountable and land improvements as at 31 December 2022 (2021: desktop valuation). The basis of the valuation was fair value methodology. The fair value of an asset generally equates to the asset's market price and where reliable evidence was not available the asset's depreciated replacement cost has been assumed to be its fair value. All additions during 2022 have been recorded at cost which equates approximately to fair value.

The library assets were revalued by AssetVal Pty Limited in 2022. The basis of the valuation was fair value.

The works of art collections were revalued by Miller Fine Art in 2022. The basis of the valuation was fair value.

A right-of-use asset is initially measured at cost comprising the initial measurement of the lease liability adjusted for any lease payments made before the commencement date (reduced by lease incentives received), plus initial direct costs incurred in obtaining the lease and an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

A right-of-use asset associated with land and buildings is subsequently measured at fair value. All other property, plant and equipment are measured as described in the accounting policy for property, plant and equipment in Note 19.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 19.1: Right-of-use assets

### Right-of use assets Building (tenancy)

As at 1 January

Additions of right-of-use assets

Disposals of right-of-use assets

Depreciation charge

Balance at the end of the year

Group		Parent Entity	
2022	2021	2022	2021
\$'000	\$'000	\$'000	\$'000
4,183	5,075	3,663	4,338
24,107	1,259	24,107	1,259
(512)	-	-	-
(2,107)	(2,151)	(2,093)	(1,934)
25,671	4,183	25,677	3,663

### Right-of use assets Plant & equipment

As at 1 January

Additions of right-of-use assets

Depreciation charge

Balance at the end of the year

Group		Parent Entity	
2022	2021	2022	2021
\$'000	\$'000	\$'000	\$'000
596	975	590	957
5	21	5	21
(392)	(400)	(392)	(388)
209	596	203	590

Total Right-of use assets

25,880	4,779	25,880	4,253
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## Note 20: Leases

All leases of the Group are operating leases.

### (a) Lease liabilities

#### Current

Plant & equipment

Building (tenancy)

Total lease liabilities - Current

#### Non-Current

Plant & equipment

Building (tenancy)

Total lease liabilities - Non-Current

Total lease liabilities

Group		Parent Entity	
2022	2021	2022	2021
\$'000	\$'000	\$'000	\$'000
200	389	200	389
1,746	2,107	1,746	1,886
1,946	2,496	1,946	2,275
3	201	3	201
24,610	2,202	24,610	1,836
24,613	2,403	24,613	2,037
26,559	4,899	26,559	4,312

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 20: Leases (continued)

### (b) Amount recognised in profit and loss

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Leases expenses</b>				
Interest on lease liabilities	122	101	121	91
Depreciation on right-of-use assets	2,499	2,551	2,485	2,322
<b>Total recognised in profit &amp; loss</b>	<b>2,621</b>	<b>2,652</b>	<b>2,606</b>	<b>2,413</b>

### (c) Amount recognised in Statement of Cash Flows

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Plant & equipment	391	388	391	388
Building (tenancy)	2,168	2,313	2,168	2,057
<b>Total cash outflow for leases</b>	<b>2,559</b>	<b>2,701</b>	<b>2,559</b>	<b>2,445</b>

#### Accounting Policy

##### *Operating leases and rental expenses*

The leases held are for IT equipment and tenancy leases, these leases are recognised in accordance with AASB 16 and result in Right-of-Use Assets and Lease Liabilities. The Right-of-Use Assets are depreciated on a straight-line basis. The depreciation expense and interest expense are recognised in the Income Statement.

##### *Lease liability*

A lease liability is initially measured at the present value of unpaid lease payments at the commencement date of the lease. To calculate the present value, the unpaid lease payments are discounted using the interest rate implicit in the lease if the rate is readily determinable. If the interest rate implicit in the lease cannot be readily determined, the incremental borrowing rate at the commencement date of the lease is used. Lease payments included in the measurement of lease liabilities comprise:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date (e.g. payments varying on account of changes in CPI);
- Amounts expected to be payable by the lessee under residual value guarantees;
- The exercise price of a purchase option if the Group is reasonably certain to exercise that option; and
- Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

Subsequently, the lease liability is measured at amortised cost using the effective interest rate method resulting in interest expense being recognised as a borrowing cost in the income statement. The lease liability is remeasured when there are changes in future lease payments arising from a change in an index or rate with a corresponding adjustment to the right-of-use asset, the adjustment amount is factored into depreciation of the right-of-use asset prospectively.

Right-of-use assets are presented within property, plant and equipment in Note 19 and lease liabilities are presented as Leases in Note 20.

##### *Short-term leases and leases of low-value assets*

The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases i.e. leases with a lease term of 12 months or less and leases of low-value assets i.e., when the value of the leased asset when new is \$10,000 or less. The Group recognises the lease payments associated with these leases as expenses on a straight-line basis over the lease term.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 21: Intangible assets

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>At 1 January</b>				
Cost	-	655	-	655
Accumulated amortisation and impairment losses	-	(655)	-	(655)
Net book amount	-	-	-	-
Disposals	-	-	-	-
Amortisation charge	-	-	-	-
Closing net book amount	-	-	-	-
<b>At 31 December</b>				
Cost	-	655	-	655
Accumulated amortisation and impairment losses	-	(655)	-	(655)
Net book amount	-	-	-	-

#### Accounting Policy

##### *Intangible assets*

Software is carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straight-line method to allocate the cost of software over their estimated useful lives.

### Note 22: Trade and other payables

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Trade payables	11,568	11,240	10,712	9,882
Other payables	1,301	1,356	1,300	1,356
<b>Total trade and other payables</b>	<b>12,869</b>	<b>12,596</b>	<b>12,012</b>	<b>11,238</b>

#### Accounting Policy

##### *Trade and other payables*

These amounts represent liabilities for goods and services supplied to the Group prior to the end of the financial year and which are unpaid. The amounts are unsecured and are normally paid within 30 days of recognition.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 23: Borrowings

The University signed a loan facility agreement with the Northern Territory Government on 24 September 2020 for the development of the Charles Darwin University Education and Community Precinct and the upgrades to the infrastructure at the Casuarina campus. The loan facility amount is \$151.5 million, to date the University has drawn down \$10 million as of 31 December 2022.

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Non-Current</b>				
Borrowings - Northern Australia Infrastructure Facility	10,000	-	10,000	-
<b>Total Non-Current Borrowings</b>	<b>10,000</b>	<b>-</b>	<b>10,000</b>	<b>-</b>

Under the loan agreement established with the Northern Australia Infrastructure Facility (NAIF), CDU is set to make monthly repayments as part of the Scheduled Drawdown Amount. The Interest Rate for each repayment period comprises a Base Rate and a variable Margin that begins at 0.20% per annum for the initial decade, incrementally increasing to 0.50% per annum after 21 years from September 24, 2020. Half-yearly interest payments fall due on June 15 and December 15, continuing until the Maturity Date of March 31, 2048. The core of the agreement stipulates that CDU is obligated to adhere to a repayment schedule, beginning after the 10th anniversary of the date of completed construction and culminating in full repayment by the Maturity Date. In case of overdue payments, an additional charge of 2% per annum applies on top of the existing Interest Rate.

#### Accounting Policy

##### *Borrowings*

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Income Statement over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities, which are not incremental costs relating to the actual draw-down of the facility, are recognised as prepayments and amortised on a straight-line basis over the term of the facility.

Borrowings are removed from the Statement of Financial Position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income or other expenses.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date and does not expect to settle the liability for at least 12 months after the reporting date.

##### *Financing costs*

Financing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale are added to the cost of those assets until such time as the assets are substantially ready for their intended use or sale. All other financing costs are recognised as an expense when incurred.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 24: Provisions

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Current provisions expected to be settled within 12 months</b>				
<b>Employee benefits</b>				
Annual leave	12,074	11,463	9,453	8,634
Long service leave	15,275	14,959	13,055	12,725
Employee Redundancy	4	-	-	-
<b>Subtotal</b>	<b>27,353</b>	<b>26,423</b>	<b>22,508</b>	<b>21,359</b>
<b>Current provisions expected to be settled after more than 12 months</b>				
<b>Employee benefits</b>				
Annual leave	4,162	4,478	4,162	4,478
<b>Total current provisions</b>	<b>31,515</b>	<b>30,901</b>	<b>26,670</b>	<b>25,837</b>
<b>Non-current provisions</b>				
<b>Employee benefits</b>				
Long service leave	2,169	2,113	1,842	1,859
<b>Total non-current provisions</b>	<b>2,169</b>	<b>2,113</b>	<b>1,842</b>	<b>1,859</b>
<b>Total provisions</b>	<b>33,684</b>	<b>33,014</b>	<b>28,512</b>	<b>27,696</b>

There were 1,213 equivalent full time and fixed period contract employees at the end of 2022 and there were 1,074 equivalent full time and fixed period contract employees at the end of 2021.



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 24: Provisions (continued)

### Accounting Policy

#### Employee benefits

##### (i) Short-term obligations

Liabilities for short-term employee benefits including wages and salaries, non-monetary benefits and profit-sharing bonuses are measured at the amount expected to be paid when the liability is settled, if it is expected to be settled wholly before twelve months after the end of the reporting period and is recognised in other payables. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates payable.

##### (ii) Other long-term obligations

Long-term obligations are those that are not expected to be settled wholly before twelve months after the end of the annual reporting period. Long-term employee benefits include such things as annual leave and long service leave liabilities.

The obligations are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

##### (iii) Retirement benefit obligations

The Group does not have any retirement benefit obligations.

##### (iv) Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts an offer of benefits in exchange for the termination of employment. The Group recognises termination benefits when it can no longer withdraw the offer of those benefits or when it has recognised costs for restructuring within the scope of AASB 137 - Provisions, Contingent Liabilities and Contingent Assets that involves the payment of termination benefits when it is demonstrably committed to either terminating the employment of current employees according to a detailed formal plan without possibility or withdrawal or providing termination benefits as a result of an offer made to encourage voluntary redundancy.

Termination benefits are measured on initial recognition and subsequent changes are measured and recognised in accordance with the nature of the employee benefit. Benefits not expected to be settled wholly before twelve months after the reporting period are discounted to present value.

## Note 25: Other liabilities

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Current</b>				
Contract liabilities	81,945	69,938	49,176	33,385
OS-HELP liability to Australian Government*	52	585	52	585
Funds held in trust	-	-	32,727	40,827
Other	238	172	238	175
<b>Total Current Other liabilities</b>	<b>82,235</b>	<b>70,695</b>	<b>82,193</b>	<b>74,972</b>
<b>Non-Current</b>				
OS-HELP liability to Australian Government*	311	-	311	-
<b>Total Non-Current Other liabilities</b>	<b>311</b>	<b>-</b>	<b>311</b>	<b>-</b>
<b>Total other liabilities</b>	<b>82,546</b>	<b>70,695</b>	<b>82,504</b>	<b>74,972</b>

\* The Department of Education Guidelines require OS-HELP to be recorded as a liability as it considers that the University acts as an agent on behalf of the Australian Government in distributing the loans to students.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 26: Gain/ (loss) on disposal of assets

	Note	Group		Parent Entity	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Proceeds on sale of property, plant and equipment		16,740	223	16,740	223
Less: Carrying amount of property, plant and equipment sold		(1,028)	(37)	(1,028)	(37)
Less: Carrying amount of land held for resale	16	(16,000)	-	(16,000)	-
<b>Total gain / (loss) on disposal of assets</b>		<b>(288)</b>	<b>186</b>	<b>(288)</b>	<b>186</b>
Gain / (Loss) is disclosed in the income statement as follows:					
Gain on disposal of assets		-	186	-	186
Loss on disposal of assets		(288)	-	(288)	-
<b>Total gain / (loss) on disposal of assets</b>		<b>(288)</b>	<b>186</b>	<b>(288)</b>	<b>186</b>

### Note 27: Reserves, restricted funds and retained earnings

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>(a) Reserves</b>				
Property, plant and equipment revaluation reserve	242,248	203,820	242,324	203,568
Available for sale assets revaluation reserve	50,511	64,190	50,511	64,190
Capital asset reserve	717	419	-	-
<b>Total reserves</b>	<b>293,476</b>	<b>268,429</b>	<b>292,835</b>	<b>267,758</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 27: Reserves, restricted funds and retained earnings (continued)

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Movements</b>				
<b>Property, plant and equipment revaluation reserve</b>				
Balance at 1 January	203,820	213,461	203,568	213,259
Revaluation surplus/(deficit) on:				
Land	(877)	(5,594)	(877)	(5,594)
Land improvements	7,014	(3,867)	7,014	(3,867)
Leasehold improvements	-	-	-	-
Buildings	30,378	-	30,378	-
Demountables	285	-	285	-
Library collection	1,576	-	1,576	-
Work of art	380	-	380	-
Plant and equipment	-	-	-	-
Sub-total	38,756	(9,461)	38,756	(9,461)
Investments	(309)	50	-	-
Assets retired transferred to retained earnings:				
Land, Building, Plant and equipment	(19)	(230)	-	(230)
<b>Balance at 31 December</b>	<b>242,248</b>	<b>203,820</b>	<b>242,324</b>	<b>203,568</b>
<b>FVOCI Financial Assets Revaluation Reserve</b>				
Balance at 1 January	64,190	40,711	64,190	40,711
Revaluation (loss)/surplus on Financial Assets at FVOCI	(13,679)	23,479	(13,679)	23,479
<b>Balance at 31 December</b>	<b>50,511</b>	<b>64,190</b>	<b>50,511</b>	<b>64,190</b>
<b>Capital asset reserve</b>				
Balance at 1 January	419	750	-	-
Transfers from / (to) accumulated funds	298	(331)	-	-
<b>Balance at 31 December</b>	<b>717</b>	<b>419</b>	<b>-</b>	<b>-</b>

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>(b) Restricted funds reserve</b>				
Balance at 1 January	43,766	32,162	43,766	32,162
Adjustments via revenue and (expenditure)	4,933	11,604	4,933	11,604
<b>Balance at 31 December</b>	<b>48,699</b>	<b>43,766</b>	<b>48,699</b>	<b>43,766</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 27: Reserves, restricted funds and retained earnings (continued)

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>(c) Retained earnings</b>				
Retained earnings at 1 January	348,832	295,490	314,126	263,315
Operating result for the period	22,247	64,373	23,285	62,185
Accumulated funds before transfers to Restricted funds	371,079	359,863	337,411	325,500
Transfers (to) / from restricted funds	(5,231)	(11,273)	(4,933)	(11,604)
Transfer of property, plant and equipment revaluation reserve for retired assets	(1,945)	242	(2,187)	230
<b>Total retained earnings at 31 December</b>	<b>363,903</b>	<b>348,832</b>	<b>330,291</b>	<b>314,126</b>

### (d) Nature and purpose of reserves

#### Property, plant and equipment revaluation reserve

The property, plant and equipment revaluation reserve arises on the revaluation of non-current assets. Where a revalued asset is sold, that portion of the asset revaluation reserve which relates to that asset, and is effectively realised, is transferred to retained earnings.

#### Capital assets reserve

Capital assets reserve arises from the need to plan the purchase of large capital items. Amounts transferred to the capital assets reserve are calculated on an annual basis.

#### Restricted funds

Restricted funds arise where funds are received in advance and are subject to contractual obligations, including activity and financial acquittal.

#### Retained earnings including Trust Donation Balances

Upon dissolution in 2022, Charles Darwin University Foundation has transferred all remaining funds, including trust donations, to Charles Darwin University, which are now recognised within the CDU retained earnings as of 31 December 2022.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 28: Key management personnel disclosures

#### (a) Names of responsible persons and executive officers

The following persons were responsible persons and executive officers of the Group during the financial year:

The Hon Paul Henderson AO	Chancellor
Professor Scott Bowman AO*	Vice-Chancellor and President
Dr Louise King	Chair, Academic Board
Mr Ken Davies PSM	Deputy Chancellor, Member appointed by the Administrator
Emeritus Professor Charles Webb	Member appointed by the Administrator
Mr Dick Guit OAM	Member appointed by the Administrator
Mr Craig Graham	Member appointed by the Administrator
Mr Mark Munnich	Member appointed by the Administrator
Mrs Janelle Marr	Member appointed by the Administrator
	Member appointed by the Administrator, Resigned on 19 August 2022
Ms Simone Saunders	Member appointed by the Administrator
Dr Ruth Schubert	Member elected by the Undergraduate Students
Mr Harvie Stiller-Wojkowski	Member elected by the Postgraduate Students
Ms Minh Do	Members Elected by the Academic Staff (VET)
Mr Raymond Simpson	Members Elected by the Academic Staff (HE)
Associate Professor Alan Berman	

#### (b) Executive officers

Professor Scott Bowman AO	Vice-Chancellor and President
Ms Jenny Roberts	Vice-President Global and External Relations from June 2022 to February 2023
Professor Hilary Winchester	Vice-President Governance & University Secretary from September 2022
Ms Anne Coulter	Vice-President Finance & Corporate until December 2022
Mr Rick Davies	Vice-President Finance & Corporate from December 2022
Professor Fiona Coulson	Pro Vice-Chancellor, Education Strategy from March 2022
Professor Robert Fitzgerald	Pro Vice-Chancellor, Education Strategy until January 2022
Professor Steve Rogers	Pro Vice-Chancellor, Research & Innovation
Professor Reuben Bolt	Deputy Vice-Chancellor, First Nations Leadership
Ms Sam Jacob	Deputy Vice-Chancellor, Students & VET
Emeritus Professor Ian Wronski	Deputy Vice-Chancellor, Northern Australia Medical & Health Development until January 2022
Professor Dominic Upton	College Dean, College of Health & Human Sciences
Professor Ruth Wallace	College Dean, College of Indigenous Futures Education & the Arts

All of the above persons were also key management persons during the year ended 31 December 2022.

\* Council members may include the Group's employees who may be ex-officio members or elected staff members. No Council member (including Chancellor or Vice-Chancellor) has received any remuneration in his/her capacity as a Council member. Council members may also be executive officers of the parent entity. Where this is the case, they have been included in the following executive officer remuneration bands.

## Notes to the Financial Statements

For the year ended 31 December 2022

### (c) Remuneration of Council members and executives

Remuneration paid or payable or otherwise made available to Council members and executives of the Group:

	Parent Entity	
	2022	2021
	Headcount	Headcount
<b>Remuneration of Council members</b>		
Nil to \$14,999	14	14
<b>Remuneration of executives (including termination benefits)</b>		
Less than \$14,999	1	-
\$15,000 to \$149,999	2	3
\$210,000 to \$224,999	-	1
\$240,000 to \$254,999	-	1
\$270,000 to \$284,999	1	1
\$285,000 to \$299,999	1	-
\$300,000 to \$314,999	1	1
\$315,000 to \$329,999	2	2
\$330,000 to \$344,999	1	3
\$345,000 to \$359,999	1	-
\$360,000 to \$374,999	2	-
\$450,000 to \$464,999	-	1
\$495,000 to \$509,999	-	1
\$615,000 to \$629,999	-	1
\$630,000 to \$644,999	1	-

### (d) Key management personnel compensation

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Short-term employee benefits	4,632	5,938	3,271	4,077
Post-employee benefits*	577	678	416	497
Termination benefits	-	-	-	-
Other long-term benefits	160	(17)	(79)	(82)
	<b>5,369</b>	<b>6,599</b>	<b>3,609</b>	<b>4,492</b>

\* Superannuation is included in post-employee benefits.

### (e) Loans to key management personnel

There were no loans provided to Council members or other key management personnel of the Group, including their personal related parties, during the year.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 29: Remuneration of auditors

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Audit services</b>				
Fees paid to the Northern Territory Auditor-General's Office	280	267	182	163
<b>Total remuneration for audit services</b>	<b>280</b>	<b>267</b>	<b>182</b>	<b>163</b>

### Note 30: Contingencies

#### Contingent liabilities

In 2021, CDU identified an underpayment of casual employees engaged in professional and academic roles across a range of our business units/schools. It was found that there are underpayments due to non-payment of minimum engagement periods, where staff were rostered for one hour of work on occasion rather than the minimum of three. CDU is also considering whether casual employees have an entitlement to payment of district allowance, which CDU has not historically paid to casual employees. The underpayment over a six-year period is between \$2 million to \$4 million according to CDU estimates. A review of historical records has been commenced to determine the accurate underpayment liability and rectify the issue. CDU has expanded its search to cover earlier years to rectify the underpayment issue. As a result of this incident, a change in casual timesheets has been implemented to ensure that the minimum hours are paid to casual staff in accordance with the Enterprise Agreement.

There are no other material contingent liabilities as at 31 December 2022.

### Note 31: Commitments

#### (a) Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities is as follows:

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Building works</b>				
<b>Payable:</b>				
Within one year	8,607	4,758	8,607	4,758
Later than one year but not later than five years	-	-	-	-
Later than five years	-	-	-	-
	<b>8,607</b>	<b>4,758</b>	<b>8,607</b>	<b>4,758</b>

The University has also signed an Early Contractor Involvement (ECI) contract for \$190,097,229 in relation to the Education and Community Precinct Project. As of 31 December 2022, the remaining commitment was \$119m.



## Notes to the Financial Statements

For the year ended 31 December 2022

### (b) Lease

All leases of the Group are operating leases.

	Group		Parent Entity	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>(i) Short-term and low value leases</b>				
Office equipment	214	230	214	230
Computing equipment	1,807	778	1,807	778
<b>Total leases</b>	<b>2,021</b>	<b>1,008</b>	<b>2,021</b>	<b>1,008</b>

### (c) Revenue

\$31.3 million was received in cash and is committed to fund specific capital projects. A total of \$27.8 million is included in income from continuing operations for capital work performed.

## Note 32: Related parties

### (a) Parent entity

The parent entity is Charles Darwin University.

### (b) Subsidiaries

Subsidiaries include:

- Menzies School of Health Research (MSHR), which includes:
  - Bridging the Gap Foundation
- Charles Darwin University Foundation – Closed December 2022
- Charles Darwin University Foundation Trust (CDUF) – Closed December 2022

### (c) Key management personnel

Disclosures relating to responsible persons and executive officers are set out in Note 28.

## Notes to the Financial Statements

For the year ended 31 December 2022

### (d) Transactions with related parties

The following transactions took place with related parties:

#### Menzies School of Health Research (MSHR)

	2022 \$'000	2021 \$'000
Income		
Other	2,324	1,674
Expenditure		
Student fees *	1,734	1,620
Projects	872	275
RSP, RTP and RIBG	6,365	11,451
Other	1,024	1,509
<b>Total transactions with related parties</b>	<b>(7,671)</b>	<b>(13,181)</b>

\* Student fee income was earned by Menzies School of Health Research from students enrolled with the University but undertaking course work with the Education Section of Menzies School of Health Research. The terms and conditions governing the payment of these fees are covered in Attachments one and two of the Memorandum of Understanding signed between Menzies School of Health Research and the University in March 2004.

Effective from September 2015, Menzies School of Health Research's liquid investments have been pooled with Charles Darwin University investments. As at 31 December 2022, the Parent holds \$32.7 million (2021: \$36.7 million) investment on behalf of Menzies School of Health Research (disclosed in Note 25).

#### Charles Darwin University Foundation Trust (CDUF)

	2022 \$'000	2021 \$'000
Income		
Donor disbursements for University activities	5,764	670
Expenditure		
Interest expense	106	15
<b>Total transactions with related parties</b>	<b>5,658</b>	<b>655</b>

#### FCD Health Limited

During the year ended 31 December 2022, the Parent had no material transactions with FCD Health Limited (2021: \$nil).

#### South Australian Tertiary Admissions Centre Limited (SATAC)

During the year ended 31 December 2022, the University paid \$744,425 (2021: \$730,458) in member contributions and License Fees to SATAC.

#### Northern Territory General Practice Education (NTGPE)

CDU is one of the six member organisations of the NTGPE. During the year ended 31 December 2022, the University received a Board member fee of \$10,363 (2021 \$12,500) from NTGPE.

## Notes to the Financial Statements

For the year ended 31 December 2022

### (e) Advances to/from related parties

During the year ended 31 December 2022, there were no loans to/from related parties.

### (f) Outstanding balances

On 14 December 2022, the CDU Foundation and CDU Foundation Trust were wound up by the University. As at 31 December 2022, the University holds nil interest in neither of the entities.

As at 31 December 2022, the University holds \$32,727,000 (2021: \$36,727,000) of investments on behalf of Menzies School of Health Research.

### Note 33: Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in Note 1(b):

	Country of Incorporation	Equity Holding	
		2022 %	2021 %
Charles Darwin University Foundation (Wound up)	Australia	0	100
Charles Darwin University Foundation Trust (Wound up)	Australia	0	100
Menzies School of Health Research	Australia	100	100
Bridging the Gap Foundation	Australia	100	100

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 33: Subsidiaries (continued)

### Accounting policy

#### Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Charles Darwin University ("parent entity") as at 31 December 2022 and the results of all subsidiaries for the year/period then ended. Charles Darwin University and its subsidiaries together are referred to in this financial report as the Group.

Subsidiaries are all those entities (including structured entities) over which the Group has control. The Group has control over an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Power over the investee exists when the Group has existing rights that give it current ability to direct the relevant activities of the investee. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. Returns are not necessarily monetary and can be only positive, only negative, or both positive and negative.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

The acquisition method of accounting is used to account for the acquisition of subsidiaries by the Group.

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

There are no non-controlling interests.

## Note 34: Joint operations

The University also participates in other joint venture entities for which the University's interest is not considered to be material. Accordingly, they have not been taken up in the accounts on an equity or proportional consolidation basis as per AASB 11 *Joint Arrangements*.

## Note 35: Economic dependency

The Group is funded predominantly by annual appropriations from both the Australian and Northern Territory Government to meet proposed cash expenditure on both operational and capital items in the current financial year. These financial statements have been prepared on a going concern basis in the expectation that such funding will continue.

## Note 36: Events subsequent to the end of the financial year

In May 2023, Menzies School of Health Research's Board advised Bridging the Gap Foundation to pursue opportunities to become a self-reliant, financially independent charity and fundraising entity. Menzies School of Health Research's Board have advised Bridging the Gap Foundation to work towards this outcome during 2023.

There are no other matters or circumstances which significantly affected or may affect the operations of the Group, the results of those operations, or the state of the affairs of the Group in future financial years.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 37: Reconciliation of operating result to net cash flows from operating activities

	Group		Parent Entity	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
<b>Operating result for the period</b>	<b>22,247</b>	<b>64,373</b>	<b>23,285</b>	<b>62,185</b>
Depreciation and amortisation	17,044	17,045	16,477	16,357
Gifted Assets	(59)	-	(59)	-
Payments for Biological Assets	55	340	55	340
Net loss / (gain) on disposal of non-current assets	288	(186)	288	(186)
Net loss / (gain) on disposal of investment property	80	-	116	-
Net loss / (gain) on disposal of biological assets	(224)	(385)	(224)	(385)
Other	-	(281)	-	(264)
Provision for impairment - student & general debts	702	834	702	834
Recovery of previously impaired assets	(2)	-	(2)	-
Non-cash investment income	244	(183)	244	(183)
	<b>40,375</b>	<b>81,561</b>	<b>40,882</b>	<b>78,698</b>
<b>Change in operating assets and liabilities</b>				
Decrease / (increase) in receivables	(9,117)	(3,167)	(8,727)	(2,901)
Increase in Inventories	(42)	(265)	(42)	(265)
Increase in biological assets	(1,621)	(292)	(1,621)	(292)
Decrease / (increase) in other financial assets	(1,117)	(373)	(2,762)	22
Decrease / (increase) in other non-financial assets	(2,607)	(573)	(2,540)	(507)
Increase / (decrease) in trade and other payables	273	3,675	774	3,954
Increase in other liabilities	11,851	13,061	15,634	4,643
Increase / (decrease) in provisions	670	(1,640)	815	(1,745)
	<b>(1,710)</b>	<b>10,426</b>	<b>1,531</b>	<b>2,909</b>
<b>Net cash provided by operating activities</b>	<b>38,665</b>	<b>91,987</b>	<b>42,413</b>	<b>81,607</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 38: Financial risk management

### Financial risk management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. There has been no significant change in the risk factors from the prior year or management thereof.

The Group's financial instruments consist mainly of deposits with banks, accounts receivable, accounts payable and borrowings. The main risks that the Group is exposed through financial instruments are deposit interest rate risk and credit risk.

#### (a) Market risk

##### i) Foreign exchange risk

Foreign exchange risk arises from overseas sources of income for research and consultancies and payments to creditors for overseas sourced supplies. The main currencies the Group is exposed to are the US dollar followed by British pounds and the Euro. The level of exposure to foreign exchange risk is not considered to be material. The Group does not engage in hedge contracts or other hedging instruments.

##### ii) Price risk

The Group has limited exposure to financial instruments subject to price risk. The parent's investment policy is limited to deposits in Authorised Deposit-taking Institutions (ADIs). Some of the entities controlled by the Group have exposure to shares. The level of exposure is not considered material.

##### iii) Cash flow and fair value interest rate risk

The Group's funds on deposit are at rates fixed for the term of the deposit. At balance date, all funds were deposited with ADIs with Standard and Poor's credit ratings of A-2 or higher. Movement of rates will not affect the fair value of the assets as the deposits will be held to maturity. At call funds are subject to market rate movements. During 2022, the weighted average term interest rate range was 0.35% and 4.67% with an average term of 140 days. This is compared to 0.38% and 177 days respectively in 2021. The change was due to economic conditions with the RBA cash rates dropping to an all-time low of 0.10%. The interest rate outlook for 2023 is likely to remain unchanged.

##### iv) IBOR Reform

Inter-Bank Offered Rate reform refers to a global reform of interest rate benchmarks. These benchmarks are used to determine interest rates and payment obligations for a wide range of financial arrangements such as loans, bonds and derivatives. The IBOR Reform is not expected to have any material impact to the Group.

##### v) Summarised sensitivity analysis

The table below summarises the sensitivity of the Group's financial assets and financial liabilities to interest rate risk. There have been no changes from the previous period in the methods and assumptions used.

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 38: Financial risk management (continued)

At 31 December 2022, if interest rates had moved, as illustrated in the table below, with all the other variables held constant, the result and equity would have been affected as follows:

		Interest rate risk			
		-0.50%		+0.50%	
Group carrying amount \$'000		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000
<b>31 December 2022</b>					
<b>Financial assets</b>					
Cash and cash equivalents	207,310	(1,036)	(1,036)	1,036	1,036
Receivables	15,921	(80)	(80)	80	80
Other financial assets	60,517	(303)	(303)	303	303
<b>Financial liabilities</b>					
Trade and other payables	12,869	(64)	(64)	64	64
<b>Total increase / (decrease)</b>		<b>(1,533)</b>	<b>(1,533)</b>	<b>1,533</b>	<b>1,533</b>
<b>31 December 2021</b>					
<b>Financial assets</b>					
Cash and cash equivalents	206,065	(515)	(515)	515	515
Receivables	7,507	(19)	(19)	19	19
Other financial assets	72,000	(180)	(180)	180	180
<b>Financial liabilities</b>					
Trade and other payables	12,596	(31)	(31)	31	31
<b>Total increase / (decrease)</b>		<b>(745)</b>	<b>(745)</b>	<b>745</b>	<b>745</b>

\*2021 Interest rate risk was 0.25%

The assumptions used in the interest rate sensitivity analysis include, potential movements in interest rates based on the Group's mix of investments in Australia, relationships with financial institutions as well as the last two year's historical movements and economists' expectations.

The movements in the result are due to higher/lower interest revenue from variable rate cash balances.

As the Group does not engage in hedging, it is subject to market variations in foreign exchange. The majority of its income and expenditure for foreign currency is in US dollar which has been subject to a range of \$0.14 from the lowest exchange rate received to the highest in 2022. Forecasts vary on the expectations of the exchange rate for 2022. The weighted average for 2022 was \$0.69 and the Group has factored in a 20% variation (\$0.20) based on the 2022 range.



# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 38: Financial risk management (continued)

### (b) Credit risk

The Group's exposure to credit risk is mainly restricted to receivables. The Group does not have significant exposure to any one debtor. At balance date, all funds were deposited with Authorised Deposit-taking Institutions with Standard and Poor's credit ratings of A-2 or higher. The Group's maximum exposure to credit risk at balance date in relation to each class of recognised financial asset is the carrying amount of those assets as indicated in the Statement of Financial Position.

### (c) Liquidity risk

There is no significant risk associated with the Group meeting its obligations associated with financial liabilities. Cash flow to meet ongoing commitments is monitored daily. Strict budgeting and forecasting procedures are in place.

## Note 39: Fair value measurements

### (a) Fair value measurements

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The carrying amounts and aggregate fair values of financial assets and liabilities at balance date are:

	Note	Carrying Amount		Fair Value	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
<b>Financial assets</b>					
Cash and cash equivalents	10	207,310	206,065	207,310	206,065
Receivables	11	15,921	7,507	15,921	7,507
Other financial assets	15	60,517	72,000	60,517	72,000
Deposits	17	225	230	225	230
<b>Total financial assets</b>		<b>283,973</b>	<b>285,802</b>	<b>283,973</b>	<b>285,802</b>
<b>Financial liabilities</b>					
Trade and other payables	22	12,869	12,596	12,869	12,596
Borrowings	23	10,000	172	10,000	172
<b>Total financial liabilities</b>		<b>22,869</b>	<b>12,768</b>	<b>22,869</b>	<b>12,768</b>

The Group measures and recognises the following assets and liabilities at fair value on a recurring basis:

- land (including improvements) and buildings
- demountables
- library books and periodicals
- works of art
- investment properties
- investment in shares.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 39: Fair value measurement (continued)

### (b) Fair value hierarchy

#### Accounting policy

##### *Fair value measurement*

The fair value of assets and liabilities must be measured for recognition and disclosure purposes.

The Group classifies fair value measurements using a fair value hierarchy that reflects the significance of inputs used in making the measurements.

The fair value of assets or liabilities traded in active markets is based on quoted market prices for identical assets or liabilities at the reporting date. The quoted market price used for assets held by the Group is the most representative of fair value in the circumstances within the bid-ask spread.

The fair value of instruments that are not traded in an active market is determined using valuation techniques. The Group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date.

Fair value measurement of non-financial assets is based on the *highest and best use* of the asset. The Group considers market participants use of, or purchase price of the asset, to use it in a manner that would be highest and best use.

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments.

The following tables categorise assets and liabilities measured at fair value into a hierarchy based on the level of inputs used in measurement. The different levels of the fair value hierarchy are defined below:

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

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 39: Fair value measurement (continued)

#### Recognised fair value measurements

Fair value measurements recognised in the Group's Statement of Financial Position are categorised into the following levels at 31 December 2022.

#### Fair value measurements at 31 December 2022

	Note	2022 \$'000	2021 \$'000	Category	Valuation technique and inputs used
Available-for-sale financial assets	15	50,406	64,190	Level 1	Market valuation - The fair value of assets traded in active markets is based on quoted market prices at the end of the reporting year.
Listed securities	15	1,548	365	Level 1	Market valuation - The fair value of assets traded in active markets is based on quoted market prices at the end of the reporting year.
<b>Total other financial assets</b>		<b>51,954</b>	<b>64,555</b>		
Land	19	40,400	35,890	Level 2	Market valuation - Sales prices of comparable land adjusted for property size, location, topography, and other inherent attributes.
Land Improvements	19	32,803	30,400	Level 3	Application of unit rates - Unit rates are developed by summing each component which goes into producing a unit of an asset. The major components of any asset are the raw materials, plant, labour and intangibles.
Buildings and demountables	19	369,821	350,190	Level 3	Current Replacement Cost -construction costs of replacement assets having similar service potential including preliminaries and professional fees, adjusted for the consumed economic benefit and / or obsolescence of the asset.
Investment properties	14	-	195	Level 3	Current Replacement Cost -construction costs of replacement assets having similar service potential including preliminaries and professional fees, adjusted for the consumed economic benefit and / or obsolescence of the asset.
Library books and works of art	19	6,434	4,816	Level 3	Current Replacement Cost - estimated by determining an average fair value for each type of item and extrapolating over the number of items in each category.
<b>Total non-financial assets</b>		<b>449,458</b>	<b>421,491</b>		

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 40: Acquittal of Australian Government financial assistance

### 1. EDUCATION - CGS AND OTHER EDUCATION GRANTS

Note	Commonwealth Grants Scheme #1		Parent Entity ONLY Indigenous, Regional and Low SES Attainment Fund #2		Higher Education Disability Support Program #3	
	2022	2021	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assistance received in Cash during the reporting period (total cash received from the Australian Government for the Programs)	59,726	67,719	16,033	14,136	60	30
Net adjustments	358	(4,064)	(1,543)	-	-	-
<b>Revenue for the period</b>	<b>60,084</b>	<b>63,657</b>	<b>14,490</b>	<b>14,136</b>	<b>60</b>	<b>30</b>
Surplus / (deficit) from the previous year		-		120		
<b>Total revenue including accrued revenue</b>	<b>60,084</b>	<b>63,657</b>	<b>14,490</b>	<b>14,256</b>	<b>60</b>	<b>30</b>
Less expenses including accrued expenses	60,084	63,657	14,490	14,256	60	30
<b>Surplus / (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Note	National Priorities and Industry Linkage Program		Other		Total	
	2022	2021	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assistance received in Cash during the reporting period (total cash received from the Australian Government for the Programs)	3,279	3,250	-	2,459	79,098	87,593
Net adjustments	(1,282)	(3,250)	6	(2,451)	(2,460)	(9,763)
<b>Revenue for the period</b>	<b>1,997</b>	<b>-</b>	<b>6</b>	<b>8</b>	<b>76,638</b>	<b>77,830</b>
Surplus / (deficit) from the previous year		-	-	-	-	120
<b>Total revenue including accrued revenue</b>	<b>1,997</b>	<b>-</b>	<b>6</b>	<b>8</b>	<b>76,638</b>	<b>77,950</b>
Less expenses including accrued expenses	1,997	-	6	8	76,638	77,950
<b>Surplus / (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#1 Includes the basic CGS grant amount, CGS – Medical Student Loading, Transition Fund loading, Allocated Places, Non-Designated Courses and CGS – Special Advances from Future Years.

#2 Includes the Higher Education Participation and Partnership Program, regional loading and enabling loading and Indigenous Student Success Program.

#3 Higher Education Disability Support Program includes Additional Support for Students with Disabilities and Australian Disability Clearinghouse on Education & Training.

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 40: Acquittal of Australian Government financial assistance (continued)

### 2. HIGHER EDUCATION LOAN PROGRAMS (excl OS-HELP)

		Parent Entity ONLY									
		HECS-HELP Australian Government Payments only		FEE - HELP#4		VET FEE-HELP		SA-HELP		Total	
Note		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
	Cash Payable / (Receivable) at beginning of year	-	-	-	-	-	-	-	-	-	-
	Financial Assistance received in Cash during the reporting period	31,783	32,866	3,015	2,058	87	103	1,202	1,201	36,088	36,228
	Net adjustments	(1,076)	(1,703)	777	(149)	-	-	65	-	(234)	(1,852)
3.1(b)	<b>Cash available for period</b>	<b>30,707</b>	<b>31,163</b>	<b>3,792</b>	<b>1,909</b>	<b>87</b>	<b>103</b>	<b>1,267</b>	<b>1,201</b>	<b>35,854</b>	<b>34,376</b>
	Less: Revenue earned	30,707	31,163	3,792	1,909	87	103	1,267	1,201	35,854	34,376
	<b>Cash Payable / (Receivable) at end of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#4 VET Student Loan Program is not required to be acquitted here.

### 3a. DEPARTMENT OF EDUCATION AND RESEARCH

		Parent Entity ONLY					
		Research Support Program		Research Training Program		Total	
Note		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
	Financial Assistance received in Cash during the reporting period (total cash received from the Australian Government for the Programs)	10,164	21,307	8,042	7,768	18,206	29,075
	Net accrual adjustments	(10)	-	(1)	-	(11)	-
3.1(c)	<b>Revenue for the period</b>	<b>10,154</b>	<b>21,307</b>	<b>8,041</b>	<b>7,768</b>	<b>18,195</b>	<b>29,075</b>
	Surplus / (deficit) from the previous year	-	-	2,150	2,150	2,150	2,150
	<b>Total revenue including accrued revenue</b>	<b>10,154</b>	<b>21,307</b>	<b>10,191</b>	<b>9,918</b>	<b>20,345</b>	<b>31,225</b>
	Less expenses including accrued expenses	10,154	21,307	8,041	7,768	18,195	29,075
	<b>Surplus / (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>2,150</b>	<b>2,150</b>	<b>2,150</b>	<b>2,150</b>

## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 40: Acquittal of Australian Government financial assistance (continued)

#### 3b. TOTAL HIGHER EDUCATION PROVIDER RESEARCH TRAINING PROGRAM EXPENDITURE <sup>#5</sup>

	Total domestic students \$'000	Total overseas students \$'000	Total RTP expenses \$'000
Research Training Program Fees offsets	4,445	354	4,799
Research Training Program Stipends	2,583	312	2,895
Research Training Program Allowances	210	137	347
<b>Total for all types of support <sup>#6</sup></b>	<b>7,238</b>	<b>803</b>	<b>8,041</b>

#5 Please refer to the Commonwealth Scholarship Guidelines for expenditure definitions for the Research Training Program

#6 The total for all types of support for domestic and overseas students is expected to match the Research Training Program expenses in Note 40 (3a) in respect to the 2022 year

#### 4. OTHER CAPITAL FUNDING

Parent Entity ONLY				
Note	Other Capital Funding		Total	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	3,065	-	3,065	-
Net accrual adjustments	(2,357)	-	(2,357)	-
<b>Revenue for the period</b>	<b>708</b>	<b>-</b>	<b>708</b>	<b>-</b>
Surplus / (deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>708</b>	<b>-</b>	<b>708</b>	<b>-</b>
Less expenses including accrued expenses	708	-	708	-
<b>Surplus / (deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# Notes to the Financial Statements

For the year ended 31 December 2022

## Note 40: Acquittal of Australian Government financial assistance (continued)

### 5. AUSTRALIAN RESEARCH COUNCIL GRANTS

Financial assistance received in Cash during the reporting period (total cash received from the Australian Government for the programs)

Net accrual adjustments

**Revenue for the period**

Surplus / (deficit) from the previous year

**Total revenue including accrued revenue**

Less expenses including accrued expenses

**Surplus / (deficit) for the reporting period**

Note	Parent Entity ONLY									
	Discovery		Linkages <sup>#8</sup>		Other		Special Research Initiatives		Total	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
	1,327	777	545	146	-	85	87	86	1,959	1,094
	(381)	188	-	(60)	-	-	-	-	(381)	128
3.1(e)	946	965	545	86	-	85	87	86	1,578	1,222
	1,307	1,105	91	178	-	40	109	23	1,507	1,346
	2,253	2,070	636	264	-	125	196	109	3,085	2,568
	905	763	228	173	-	125	165	-	1,298	1,061
	1,348	1,307	408	91	-	-	31	109	1,787	1,507

#8 ARC Linkage Infrastructure, Equipment and Facilities grants should be reported in (46e) Other Capital Funding.

### 6. OS-HELP

Cash received during the reporting period

Cash spent during the reporting period

**Net Cash received**

Cash Surplus / (deficit) from the previous period

Carry forward adjustment

**Cash Surplus / (deficit) for reporting period**

	Parent Entity ONLY			
	OS-HELP		Total	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
	(227)	-	(227)	-
	(5)	-	(5)	-
	(222)	-	(222)	-
	585	585	585	585
	-	-	-	-
	363	585	363	585



## Notes to the Financial Statements

For the year ended 31 December 2022

### Note 40: Acquittal of Australian Government financial assistance (continued)

#### 7. STUDENT SERVICES AND AMENITIES FEE

Note	Parent Entity ONLY			
	Student services and amenities fee		Total	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Unspent / (overspent) revenue from previous period	260	90	260	90
Carry Forward Adjustment	-	-	-	-
SA-HELP Revenue Earned	3.1(b) 1,267	1,201	1,267	1,201
Student services fees direct from students	3.3 933	876	933	876
<b>Total revenue expendable in period</b>	<b>2,460</b>	<b>2,167</b>	<b>2,460</b>	<b>2,167</b>
Student services expenses during period	2,792	1,907	2,792	1,907
<b>Underspent / (overspent) student services revenue</b>	<b>(332)</b>	<b>260</b>	<b>(332)</b>	<b>260</b>

## Members of Council Certification

1. In our opinion:
  - a) the accompanying financial statements of the University and the Group are drawn up so as to give a true and fair view of the state of affairs as at 31 December 2022, and the results for the year ended on that date, of the University and the Group; and
  - b) at the date of this statement there are reasonable grounds to believe that the University will be able to pay its debts as and when they fall due.
2. The accompanying financial statements and notes thereto, of the University and the Group have been prepared in accordance with the *Charles Darwin University Act 2003* and Australian Accounting Standards, *Australian Charities and Not-for-profits Commission Act 2012*, Australian Charities and Not-for-profits Commission Regulation 2013, and as per the Commonwealth Department of Education Guidelines for the Preparation of Annual Financial Statements for the 2022 Reporting Period by Australian Higher Education Institutions.
3. The amount of Commonwealth Government financial assistance expended during the reporting period was for the purpose(s) for which it was provided.
4. Charles Darwin University has complied with the requirements of various program guidelines that apply to the Commonwealth Government financial assistance identified in the financial statements.
5. Charles Darwin University charged Student Services and Amenities Fees strictly in accordance with the *Higher Education Support Act 2003* and the Administration Guidelines made under the Act. Revenue from the fee was spent strictly in accordance with the Act and only on services and amenities specified in subsection 19-38(4) of the Act.

Signed at Darwin this 28th day of June 2023



CHANCELLOR  
The Hon Paul Henderson AO



VICE-CHANCELLOR AND PRESIDENT  
Professor Scott Bowman AO



**Auditor-General**

**Independent Auditor's Report to  
the Minister for Education**

**Charles Darwin University and its Controlled Entities**

**Year ended 31 December 2022**

**Page 1 of 3**

**Opinion**

I have audited the accompanying Financial Report of Charles Darwin University and its Controlled Entities ("the Group") and Charles Darwin University ("the University").

The Financial Report comprises the statement of financial position as at 31 December 2022, the income statement, the statement of comprehensive income, the statement of changes in equity, and statement of cash flows for the year ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Members of Council Certification.

In my opinion, the accompanying Financial Report gives a true and fair view, in all material respects, of the financial position of the Group and University and of its performance and its cash flows for the year then ended in accordance with Australian Accounting Standards, Division 60 of the *Australian Charities and Not-for-profit Commission Act 2012* and Division 60 of *Australian Charities and Not-for-profit Regulation 2013*.

**Basis for Opinion**

I conducted the audit in accordance with Australian Auditing Standards. I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for the opinion.

My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report.

I am independent of the Group and the University in accordance with 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 the audit of the Financial Report in Australia. I have fulfilled my other ethical responsibilities in accordance with the Code.

**Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the Financial Report of the current period. These matters were addressed in the context of my audit of the Financial Report as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Key Audit Matter	Audit scope response to the Key Audit Matter
<b>Revenue Recognition</b>	
The recognition of revenue is a key audit matter due to the complexity of conditions included in revenue contracts, the interpretation of which affects Group revenue of \$348.0 million, as reported in Note 3, and contract liabilities of \$83.4 million as reported in Note 25.	My procedures included but were not limited to: <ul style="list-style-type: none"><li>obtaining an understanding of the University's approach, processes and controls to assess and classify revenue in accordance with the Accounting Standards relating to revenue recognition;</li></ul>





## Auditor-General

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Key Audit Matter	Audit scope response to the Key Audit Matter
	<ul style="list-style-type: none"><li>▪ understanding policy position papers and guidance approved by those charged with governance;</li><li>▪ reviewing, on a sample basis, the agreements in place with customers;</li><li>▪ assessing the completeness and accuracy of inputs used by management to determine and classify revenue and unearned contract revenue; and</li><li>▪ assessing the adequacy of the related disclosures in the notes to the financial statements.</li></ul>

### Other Information

Other information is financial and non-financial information in the University's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Vice-Chancellor is responsible for the Other Information.

The Other Information I obtained prior to the date of this Auditor's Report was the "*Report by Members of Council*" shown on pages 3 to 8 of the Financial Report.

My opinion on the Financial Report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with the audit of the Financial Report, my responsibility is to read the Other Information. In doing so, I consider whether the Other Information is materially inconsistent with the Financial Report or the knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

### Responsibilities of the Vice-Chancellor for the Financial Report

The Vice-Chancellor of the University is responsible for the preparation of the Financial Report that gives a true and fair view in accordance with Australian Accounting Standards, *Australian Charities and Not-for-profits Commission Act 2012* and *Australian Charities and Not-for-profit Regulation 2013*, and for implementing necessary internal control 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 Vice-Chancellor is responsible for assessing the Group and the University's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Council is responsible for overseeing the Group and the University's financial reporting process.



## Auditor-General

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#### Auditor's Responsibilities for the Audit of the Financial Report

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the Financial Report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group and the University's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group and the University's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the Financial Report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the University to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the Financial Report, including the disclosures, and whether the Financial Report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Julie Crisp  
Auditor-General for the Northern Territory

Darwin, Northern Territory

28 June 2023

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