

Memorandum

Date: 31 July 2020
To: Parish Council Treasurers, Parish Council Secretaries, Incumbents, Anglican Entities, Diocesan Finance Team, Parish Services Team
From: Glen Cousins – Chief Financial Officer
Subject: June 2020 Distribution – Endowment Funds
Document: 014/2020

Endowment Fund Distribution Financial Year 2020

The Newcastle Anglican Church Corporation Board has been considering the Endowment Fund Distribution for the Financial Year 2020. The revenue earned by the Endowment Fund is the primary determinant in setting the distribution rate paid to unitholders in the Endowment Fund.

Regrettably, but not unexpectedly, the COVID-19 pandemic has resulted in historically low interest rates and volatile financial markets which have had a negative impact on the Endowment Fund budget for the first six months of this year. Potentially, this trend may continue for the second half of the year.

Notwithstanding the current decline in revenue, the Trustees have **confirmed the payment of an interim distribution of 1.65 cents for each unit held at 30 June 2020**, which is consistent with the interim distribution rate foreshadowed in my previous correspondence.

The Trustees will meet again on the November, 2020 to review the ongoing impact of COVID-19 on financial markets and the ability of the Endowment Fund to generate sufficient revenue to pay a final distribution at the budgeted rate of 1.6 cents per unit.

Distribution statements providing details of the amounts remitted will be emailed to the address previously nominated by you for Endowment Funds notifications.

Please do not hesitate to contact me via email on executive@newcastleanglican.org.au if you require further information regarding this matter.

Yours sincerely



Glen Cousins
Chief Financial Officer