

A Planned and Professional
Approach to Charitable Giving

Be the Change

If you're ready to make a positive difference to our world, both now and after you depart, I am pleased to introduce to you the Providence Philanthropic Foundation.

The Providence Philanthropic Foundation is a public ancillary fund established to help people, help others. It offers a planned and professional approach to donating to your chosen causes.

Please read through this booklet to learn more. We look forward to working with our clients and the broader community to achieve positive social, cultural, environmental and community change.



Grant Patterson

Director, Providence Philanthropic Foundation

About the Providence Philanthropic Foundation

The Providence Philanthropic Foundation is a planned and professional way to donate to charity. It simplifies the process by offering an effective way for Providence's new, and existing clients to make the most of their giving while leaving the administration, investment and statutory requirements to someone else.

As part of its commitment to its charities, the Providence Philanthropic Foundation is set up to enable at least 50% of fees to be rebated back to the Foundation.

The Foundation's trustee - Providence Wealth Pty Limited – is a wholly owned subsidiary of Providence Wealth Advisory Group Pty Ltd. Established in 2000, the independently owned and operated company provides independent, expert investment management and advice to high net worth individuals, families and non-profit organisations.

Youth



Environment



Education



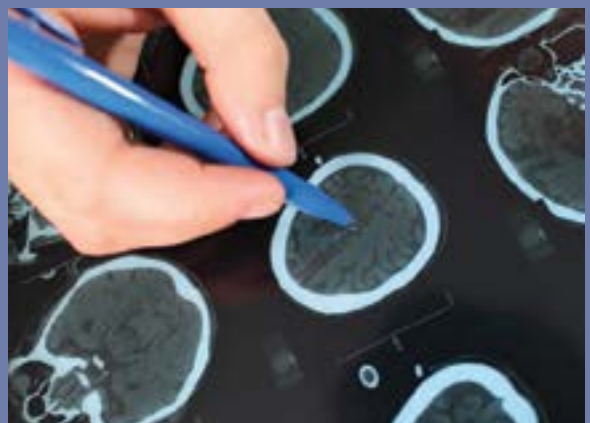
Disability



Arts & Culture



Health and Medical Research



Animal Welfare



International NGO's



Private Ancillary Funds, Public Ancillary Funds and Sub-Funds

Which one is right for me?

There are several types of charitable giving structures to choose from, including Private Ancillary Funds, Public Ancillary Funds and Sub-Funds of a Public Ancillary Fund. All offer simple and effective ways to help make the most of your giving. As a Public Ancillary Fund, the Providence Philanthropic Foundation acts as the link between you and the gift recipients. As appointed trustee, we take care of the administration, investment and governance activities for the fund.

There are many similarities between public and private ancillary funds including tax deductible donations, income tax investment earning exemptions and ATO auditing. However, there are also some key differences. At Providence, we work with you to find the best way for you to give – an approach that enables you to make a greater difference, over time.

	Providence Public Ancillary Fund	Private Ancillary Fund
Overview		
	A Public Ancillary Fund is a communal charitable foundation.	A Private Ancillary Fund is an individual, family or business's own charitable foundation.
Set Up		
	Can be set up immediately.	Takes an average 6-8 weeks to set up.
Initial contributions		
	Minimum initial donation of \$50,000.	Minimum initial donation can be around \$500,000.
Management		
	As trustee, Providence handles the administration, investment and compliance of the fund.	The individual, family or business invests and manages its own funds.
Grantmaking		
	Providence distributes 4% of the net assets, each year.	The individual, family or business must distribute 5% of the net assets, each year.
Donors		
	The fund can accept donations from individuals, companies, trusts, estates and other entities.	The fund is restricted in accepting money from non-associates of the founder (no more than 20% of the fund value in any one year)
Investment strategy		
	The investment strategy is set and managed by an experienced board with a majority of Responsible Persons. Providence aims to achieve a return after fees at least equal to CPI inflation + 4% per annum, measured over rolling 7-year periods.	The investment strategy is set and managed by members of the family or business with a requirement of one, independent, Responsible Person.

A Providence Philanthropic Foundation Sub-Fund

The Providence Philanthropic Foundation allows you to establish a sub-fund within its Public Ancillary Fund, giving you even greater control over your investment. You can give your sub-fund a specific name (such as a family name) and grants to charities will refer to this name. Sub-funds can be established immediately and there are no set up costs.

We also accept donations of any amount from individuals who do not wish to establish their own sub-fund. In these cases, rather than allocating grants based on a donor's request, the Foundation will solely decide on grant recipients.

Why Choose Providence for your Charitable Giving?

<p>Impactful</p> <p>The Providence Philanthropic Foundation allows you to provide much-needed support to charities and causes close to your heart.</p>	<p>Choose Your Involvement</p> <p>You can choose the areas you would like to support or simply leave it up to us. You will also receive online access to help keep track of your activities.</p>	<p>Simple & Stress Free</p> <p>Providence manages your entire philanthropic investment making it easy and stress free for you.</p>
<p>Tax Deductable</p> <p>Donations made to our Philanthropic Foundation are tax deductible and can be spread over a five-year period.</p>	<p>Professional & Secure</p> <p>Providence is an independently owned and operated investment advisory licensed through ASIC.</p>	<p>Involve Your Family</p> <p>Philanthropy can be a wonderful opportunity for all generations to work together on building a family legacy.</p>
<p>Immediate</p> <p>Your own sub-fund in the Providence Philanthropic Foundation can be established immediately. Grants to charities will be made in the name of your sub-fund.</p>	<p>Long-Term Focus</p> <p>Providence manages its philanthropic investments the same way it manages any other investment – with a focus on long-term performance through a proactive, professional approach.</p>	<p>Fees Rebated</p> <p>At least 50% of the annual investment management fee is rebated back into the Foundation.</p>

Getting Started

Step 1	Consideration	<p>Start by considering the charities and causes that are close to your heart. These include, but are not limited to:</p> <ul style="list-style-type: none">• Youth• Environment• Education• Disability• Arts & Culture• Health & Medical Research• Animal Welfare• International NGOs <p>Think about how much you would like to give and how you'd like to structure it. It could be a direct donation or a bequest in your will.</p>
Step 2	Set Up	<p>Next, you'll need to choose what structure your philanthropic giving will take:</p> <ul style="list-style-type: none">• A contribution to the Providence Philanthropic Foundation; or• A sub-fund of the above <p>Set up is fast and simple and can be done immediately.</p>
Step 3	Making Grants	<p>The Providence Philanthropic Foundation will donate at least 4% of its funds (as at 30 June) to charities, each year.</p> <p>You can recommend an eligible organisation (with DGR1 status) where you would like your share to be donated or leave it up to us.</p> <p>The minimum donation is \$1,000 per charity though you may grant more than the 4% minimum in any year, provided the sub-fund maintains a minimum balance of \$50,000.</p> <p>The Trustee of the Foundation welcomes and actively encourages donor involvement in identifying causes and organisations to be supported by grants. However, donors should note that under trust and tax law the final grant decisions ultimately rest with the Trustee.</p>
Step 4	Ongoing Management	<p>The Providence Philanthropic Foundation will manage the compliance, investment and reporting obligations of the fund.</p>

Meet Our Directors

Grant Patterson

Grant is the founder and Managing Director of Providence Independent Investment Advisory. He has over thirty years of experience in investment markets. He has held such positions as a Director of ABN Amro, and Head of Retail Broking. He has also held other senior positions: Senior Institutional Dealer, Head of the Sydney Institutional Dealing Desk, as well as Head of Corporate Liaison. In addition, Grant has a focus on youth mentoring in his role as Ambassador for The Duke of Edinburgh's Award, and Mentor in The Smith Family Learning for Life programme.

Cameron Smart

Cameron has 30 years of experience in the commercial property industry. Throughout his career with several high profile companies he has been responsible for investment sales and acquisitions on behalf of high net worth individuals, property trusts and institutions. Cameron has guided investment and development strategies for institutions such as the Uniting Church in Australia. Cameron was an active committee member of BOMA (forerunner to the FCA) and a non-executive Director of the Uniting Church Trust Association. Cameron has most recently been appointed a non-executive Director of the Duke of Edinburgh's Award.

Fees & Costs

Set Up Fees

There are no set up costs involved with the Providence Philanthropic Foundation.

Minimum Amount

To establish a sub-fund, a minimum of \$50,000 is recommended. This requirement may be waived at the directors' discretion.

Minimum Additional Amount

A minimum amount of \$5,000 is required for any additional donations.

Management Fees

The Foundation charges 1% p.a. investment management fee on the amount held in each sub-fund, calculated and accrued monthly. At least 50% of this fee is rebated back into the Foundation.

Administration & Compliance Fees

There are shared administration and compliance fees of \$10,000 per annum plus a small audit fee to be shared across all sub-funds.

Grants to Charities

The Providence Philanthropic Foundation will donate at least 4% of its funds (as at 30 June) to charities, each year. Donors are required to do the same (minimum donation - \$1,000 per charity).

Investment Objective

The aim of the Foundation is to achieve a return (after fees) at least equal to CPI plus 4% p.a. measured over rolling 7-year periods.

As trustee, the Providence Philanthropic Foundation's broad investment ranges are as follows:

- 20 - 80% in growth-oriented investments (such as shares and/or property) with a bias at most times to Australian listed shares.
- 20 - 80% in income-oriented investments (such as cash and/or fixed interest securities) with an increased emphasis on such investments when share market valuations appear stretched or where there appears to be a better risk/return trade-off in the immediate future from holding such securities.

The full investment strategy is available upon request.

Transfer of Funds

In order to preserve the corpus and support the investment objective, initial funds donated should remain in the Providence Foundation for at least five years, and 1 year's notice is required if transferring funds to another ancillary fund or you decide to establish your own private ancillary fund.

Guy Amon

Guy has over twenty-six years of experience in the financial services industry. He started his career working in tax with Arthur Andersen, and has been a financial planner since 1996. He has held senior management and technical taxation compliance positions with AMP. He was also Manager Retirement Planning, Manager Superannuation, Business Insurance and Sales Technical. Guy has a Bachelor of Commerce and a Bachelor of Laws from the University of NSW. He holds the internationally recognised Certified Financial Planner practitioner designation from the Financial Planning Association of Australia and a Diploma in Financial Planning from Deakin University.

Leeza Yilmaz

Leeza has over 25 years of experience including 2 years working at the Sydney Children's Hospital Foundation, and joined Providence as Operations Manager in 2001. She started her career with Meares and Philips in 1986. She then worked for ABN Amro holding such management roles as Accounts Clerk, Funding Desk and Private Client Account Manager.



Contact Us

If you have any questions, would like more information,
or you would like to arrange an introductory conversation,
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