

William Blair Global Leaders Fund
ARSN 644 462 420

FINANCIAL REPORT
for the year ended 30 June 2022

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For the year ended to 30 June 2022

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Responsible Entity Directors' Report

The directors of Responsible Entity Partners Limited (ACN 119 757 596) (the "Responsible Entity"), the Responsible Entity of The William Blair Global Leaders Fund (the "Fund"), present their report together with the financial statements for the Fund, for the year ended 30 June 2022 and the auditor's report thereon.

RESPONSIBLE ENTITY

The registered office and principal place of business of the Responsible Entity and the Fund is Level 9, 2 Southbank Blvd, Southbank VIC 3006.

DIRECTORS

The following persons held office as directors of the Responsible Entity for the period 1 July 2021 to the date of this report:

Michael John Terlet AO	Non-Executive Director - Chairman	Appointed 19 April 1991
Ronald Peter Beard	Executive Director	Appointed 20 August 2012
Fiona McNabb	Non-Executive Director	Appointed 29 September 2017
Darran Goodger	Executive Director	Appointed 18 February 2021

PRINCIPAL ACTIVITIES

The Fund is a registered managed investment scheme domiciled in Australia.

The Fund's investments were made in accordance with the investment objectives and guidelines as set out in its current Product Disclosure Statement.

The Funds investment objective is to achieve long term capital appreciation. It aims to achieve its objective by investing the William Blair Global Leaders Sub-Fund of the William Blair SICAV (the "Underlying Fund").

There has been no significant change in the nature of the Fund's activities during the reporting period.

The Fund did not have any employees during the year.

REVIEW AND RESULTS OF OPERATION

During the financial year ended 30 June 2022, the Fund continued to invest in accordance with its investment objective as set out in the governing documents of the Fund and the provisions of the Fund's Constitution.

DIRECTORS' REPORT (CONTINUED)

Results

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

	2022	2021
	\$	\$
Operating profit/(loss) (\$)	(3,216,343)	1,231,192

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the directors, there were no significant changes in the state of affairs of the Fund that occurred during the reporting period.

LIKELY DEVELOPMENTS

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of the investment markets in which the Fund invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

ENVIRONMENTAL REGULATION

The Fund's operations are not subject to any significant environmental regulation under either Commonwealth or State legislation. However, the Responsible Entity believes that the Fund has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they may apply to the Fund.

INDEMNITIES AND INSURANCE PREMIUMS FOR OFFICERS OR AUDITORS

No insurance premiums are paid for out of the assets of the Fund in regards to the insurance cover provided to either the officers of Responsible Entity Partners Limited or the auditors of the Fund. So long as the officers of Responsible Entity Partners Limited act in accordance with the Fund Constitution and the law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

DIRECTORS' REPORT (CONTINUED)

FEES PAID TO AND INTERESTS HELD IN THE FUND BY THE RESPONSIBLE ENTITY OR ITS ASSOCIATES

Fees paid to the Responsible Entity and its associates out the Fund property during the reporting period are disclosed in Note 11 of the financial statements.

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

The number of interests in the Fund held by the Responsible Entity or its related parties as at the end of the reporting period are disclosed in Note 11 of the financial statements.

INTERESTS IN THE FUND

The movement in the units on issue in the Fund during the reporting period is disclosed in Note 5 to the financial statements.

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

EVENTS SUBSEQUENT TO REPORTING DATE

No matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect:

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

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Auditor's independence declaration as required under section 307C of the Corporations Act is set out on page 6 and forms part of the Directors' report for the year ended 30 June 2022.

Signed in accordance with a resolution of the directors of the Responsible Entity:

RESPONSIBLE ENTITY PARTNERS LIMITED



Director

28 September 2022

DECLARATION OF INDEPENDENCE BY JAMES DIXON TO THE DIRECTORS OF RESPONSIBLE ENTITY PARTNERS LIMITED AS RESPONSIBLE ENTITY FOR WILLIAM BLAIR GLOBAL LEADERS FUND

As lead auditor of William Blair Global Leaders Fund for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



James Dixon
Director

BDO Audit Pty Ltd

Melbourne, 28 September 2022

William Blair Global Leaders Fund
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2022

	Notes	2022 \$	2021 \$
Investment income			
Interest		8	180
Net (losses)/profit on financial assets at fair value through profit or loss	3	(3,162,414)	1,243,842
Other Income		75,247	-
Total investment income		(3,087,159)	1,244,022
Expenses			
Responsible Entity fees & other administration expenses	11	129,184	12,830
Total operating expenses		129,184	12,830
Operating (loss)/profit		(3,216,343)	1,231,192
Other comprehensive income		-	-
Total comprehensive income for the reporting period		(3,216,343)	1,231,192

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

William Blair Global Leaders Fund
STATEMENT OF FINANCIAL POSITION
As at 30 June 2022

	Notes	2022 \$	2021 \$
Assets			
Cash and cash equivalents	6	571	1,273
Financial assets held at fair value through profit or loss	7	12,371,310	15,587,842
Receivables	8	24,894	675
Total assets		12,396,775	15,589,790
Liabilities			
Payables		35,833	13,505
Total liabilities		35,833	13,505
Net assets attributable to Unitholders - equity	5	12,360,942	15,576,285

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

William Blair Global Leaders Fund
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2022

The Fund's net assets attributable to unitholders are classified as a liability under AASB132 Financial Instruments: Presentation. As such the Fund has no equity, and no items of changes in equity have been presented for the reporting period.

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William Blair Global Leaders Fund
STATEMENT OF CASH FLOWS
For the year ended 30 June 2022

	Notes	2022 \$	2021 \$
Cash flows from operating activities			
Interest received		8	180
Goods and services tax received		5,666	-
Management fees paid		(61,494)	-
Net cash (outflows)/inflows from operating activities	12(a)	(55,820)	180
Cash flows from investing activities			
Proceeds from sale of financial instruments at fair value through profit or loss		54,118	-
Purchase of financial instruments at fair value through profit or loss		-	(14,344,000)
Net cash inflow/(outflow) from investing activities		54,118	(14,344,000)
Cash flows from financing activities			
Proceeds from applications by unitholders		1,000	14,345,093
Net cash inflow from financing activities		1,000	14,345,093
Net (decrease)/increase in cash and cash equivalents		(702)	1,273
Cash and cash equivalents at beginning of the reporting period		1,273	-
Cash and cash equivalents at end of the reporting period	6	571	1,273
Non-cash operating and financing activities	12(b)	-	-

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

William Blair Global Leaders Fund
STATEMENT OF CASH FLOWS
For the year ended 30 June 2022

1. GENERAL INFORMATION

These financial statements cover William Blair Global Leaders Fund (the “Fund”) as an individual entity. The Fund is an Australian registered managed investment scheme under the *Corporations Act 2001* and was constituted on 18 September 2020. The Fund commenced operation on 14 May 2021 when the first units were issued within the Fund at a price of \$1.00.

The responsible entity of the Fund is Responsible Entity Partners Limited (ACN 119 757 596) (the “responsible entity”). The Responsible Entity’s registered office is Level 9, 2 Southbank Blvd, Southbank VIC 3006. The financial statements are presented in the Australian currency.

The financial statements of the Fund are for the financial year ended 30 June 2022. The financial statements were authorised for issue by the directors of the responsible entity on 28 September 2022. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to for the reporting period presented, unless otherwise stated in the following text.

(a) Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Fund is a for-profit entity for the purposes of preparing the financial statements. These financial statements of the Fund also comply with International Financial Reporting Standards and interpretations as issued by the International Accounting Standards Board (IASB).

These financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and unit assets attributable to unitholders.

The Fund manages financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within twelve months, however, an estimate of that amount cannot be determined as at reporting date.

(i) New and amended standards adopted by the Fund

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2021 that have a material impact on the amounts recognised in prior periods or will affect the current or future periods.

(ii) New standards and interpretations effective after 1 July and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for the annual periods beginning after 1 July 2022, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

(b) Financial assets and liabilities at fair value through profit or loss

(i) Classification

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed, and its performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is to evaluate the information about these financial instruments on a fair value basis together with other related financial information.

(ii) Recognition/derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

(iii) Measurement

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

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in fair value of the financial assets and financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see Note 10 to the financial statements.

(c) Offsetting

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is the intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under AASBs, e.g. for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments at fair value through profit or loss.

(d) Net assets attributable to unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be added to the Fund at any time for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the end of the reporting period if unitholders exercise their right to redeem units from the Fund.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

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

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

(e) Cash and Cash Equivalents

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

(f) Distributions

Distributions are payable as set out in the Fund's Constitution. Such distributions are recognised as payables when they are determined by the Responsible Entity of the Fund. The value of Participant Accounts includes the income received and/or revaluations taken up in profit or loss.

(g) Income Tax

Under current legislation the Fund is not subject to income tax provided it attributes the entirety of its taxable income to its unitholders each financial year either by way of cash or reinvestment. Unitholders are subject to income tax at their own marginal tax on amounts attributable to them.

(h) Foreign currency translation

(i) Functional and presentation currency

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Fund's presentation currency.

(ii) Transactions and balances

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

The Fund does not isolate that portion of gains or losses on securities and derivative financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates from that which is due to changes in the market price of securities. Such fluctuations are included with the net gains/(losses) on financial instruments at fair value through profit or loss in the statement of comprehensive income.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

(i) Investment Income

Interest income on financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest rate method and includes interest from cash and cash equivalents. It is recognised in the statement of comprehensive income on an accruals basis.

Distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income when the Fund's right to receive the payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in Note 2(b) to the financial statements.

(j) Expenses

All expenses, including management fees, are recognised in the statement of comprehensive income on an accruals basis.

(k) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to by third parties such as management fees have been passed onto the Fund. The Fund qualifies for Reduced Input Tax Credits (RITC), hence management fees have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

(l) Payables

Payables includes liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting date. Amounts are generally paid within 30 days of being accrued for.

The distribution amount payable to unitholders as at the end of the reporting period is recognised separately on the statement of financial position when unitholders are presently entitled to the distributable income under the Fund's Constitution.

(m) Receivables

Receivables may include amounts for unit trust and managed investment fund distributions, applications received for units in the Fund where settlement has not yet occurred, outstanding proceeds from sale of investments and interest. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the reporting date from the time of the last payment in accordance with the policy set out in Note 2(i) above.

Amounts are generally received within 30 days of being recorded as receivables.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on receivables at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

(n) Critical Accounting Estimates and Judgements

The Fund may make estimates and assumptions that affect the reported amounts of assets and liabilities with the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For more information on how fair value is calculated, please see note 10 to the financial statements.

3. NET GAIN/(LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2022	2021
	\$	\$
Net unrealised (losses)/gains on financial assets at fair value through profit or loss	(3,165,764)	1,243,842
Net realised (losses)/gains on financial assets at fair value through profit or loss	3,350	-
Total net (losses)/gains on financial assets at fair value through profit or loss	(3,162,414)	1,243,842

4. AUDITOR'S REMUNERATION

	2022	2021
	\$	\$
Audit and audit related services (excluding GST)	13,700	12,600
Total	13,700	12,600

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

5. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. At reporting date there are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

Movements in number of units and net assets attributable to unitholders during the year were as follows.

	2022	2021	2022	2021
	No.	No.	\$	\$
Opening balance	14,265,785	-	15,576,285	-
Applications	1,000	14,265,785	1,000	14,345,093
Redemptions	-	-	-	-
Units issued upon reinvestment of distributions	-	-	-	-
(decrease)/increase in net assets attributable to unitholders	-	-	(3,216,343)	1,231,192
Closing balance	14,266,785	14,265,785	12,360,942	15,576,285

Capital risk management

The Fund considers its net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders.

Applications and redemptions are reviewed relative to the liquidity of the Fund's underlying assets on a daily basis by the Responsible Entity. Under the terms of the Fund's Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

6. CASH AND CASH EQUIVALENTS

	2022	2021
	\$	\$
Cash at bank	571	1,273
Total cash and cash equivalents	571	1,273

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2022	2021
	\$	\$
Unlisted unit trusts	12,371,310	15,587,842
Total financial assets at fair value through profit or loss	12,371,310	15,587,842

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

8. RECEIVABLES

	2022	2021
	\$	\$
Other receivables	24,894	675
Total	24,894	675

9. FINANCIAL RISK MANAGEMENT

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

The Fund's risk management policies are approved by the Responsible Entity and seek to minimise the potential adverse effects of the risks on the Fund's financial performance. The risk management system is an ongoing process of identification, measurement, monitoring and controlling risk.

Compliance with policies and exposure limits are reviewed by the Responsible Entity on a continual basis.

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

(a) Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Fund's income or value of its holdings of financial instruments. Market risk embodies the potential for both losses and gains. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising return on risk.

The market risk disclosures are prepared on the basis of the Fund's direct investments and not on a look through basis for investments held in unlisted unit trusts. The investment manager of any unlisted unit trusts held have separate risk management policies and procedures in place.

(i) Price risk

Price risk is the risk that the value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from foreign exchange risk and interest rate risk) whether caused by factors specific to an individual investment issuer or all factors affecting all instruments traded in the market.

As all of the Fund's financial instruments are carried at fair value with fair value changes recognised in the statement of profit or loss or other comprehensive income, all changes in market conditions will directly affect income.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

At 30 June, the fair value of the Fund's financial instruments exposed to price risk were as follows:

	2022	2021
	\$	\$
Unlisted unit trusts	12,371,310	15,587,842
Total	<u>12,371,310</u>	<u>15,587,842</u>

Sensitivity Analysis

A 10% increase in the value of Fund investments would have increased profit from operating activities and net assets attributable to Participants' accounts by \$1,237,131 (2021:\$1,558,784). An equal change in the opposite direction would have decreased the profit from operating activities and net assets attributable to Participants' accounts by an equal opposite amount.

As investors hold specific investments such analysis would be unrepresentative of the investor specific risk, which is instead directly linked to the price of their specific investments.

(ii) Foreign exchange risk

The foreign exchange risk is the risk that the fair value of the future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates.

The Fund's investments in unlisted unit trusts are denominated in Australian dollars and as such there is no direct foreign exchange risk. However, the underlying funds hold financial instruments and cash and cash equivalents denominated in a variety of foreign currencies, and as such the Fund is indirectly impacted by fluctuations in the exchange rates of those foreign currencies.

The foreign exchange risk disclosures have been prepared on the basis of the Fund's direct investment and not on a look through basis for indirect exposure. Consequently the disclosure of foreign exchange risk in the note may not represent the true foreign exchange risk profile of the Fund, as the unlisted unit trusts it holds has exposure to assets denominated in multiple foreign currencies.

Sensitivity Analysis

As the Fund currently only invests in Australian denominated financial instruments and holds Australian cash and cash equivalents, there is no significant direct foreign exchange risk, hence no sensitivity analysis has been performed.

(jj) Interest rate risk

The majority of the Fund's financial assets are non-interest bearing and as such the Fund is not exposed to significant levels of interest rate risk. However, the Fund only holds a residual amount of cash for liquidity and transactional purposes and as such there is no significant direct interest rate risk. The cash is held at floating interest rates.

Sensitivity Analysis

As the Fund holds a minimal amount of cash there is no significant interest rate risk, hence no sensitivity analysis has been performed.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

(b) Liquidity risk

Liquidity risk is the risk that the Fund will not be able to meet its financial obligations as they fall due. The Fund's approach to managing liquidity was to ensure, as far as possible, that it would always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

The Fund's Constitution provides for the daily redemption of units and it is therefore exposed to the liquidity risk of meeting unitholders' redemptions. The Fund is generally able to sell its investment holdings and receive proceeds in approximately seven business days. Redemptions are usually processed and paid within ten business days after the redemption day.

The Fund's liquidity risk is managed on an on-going basis by the Responsible Entity by monitoring current cash balances and projecting future cash flow requirements. When the Responsible Entity considers that additional cash reserves may be required, the Responsible Entity will redeem a portion of its investment holdings.

The contractual maturities of financial liabilities are as follows.

30 June 2022

	Less than 1 Month	1-3 Months	3-12 Months	More than 12 Months
	\$	\$	\$	\$
Payables	35,833	-	-	-
Contractual cash flows	35,833	-	-	-

30 June 2021

	Less than 1 Month	1-3 Months	3-12 Months	More than 12 Months
	\$	\$	\$	\$
Payables	13,505	-	-	-
Contractual cash flows	13,505	-	-	-

(c) Operational risk

Operational risk is the risk of loss arising from causes associated with the processes, technology and infrastructure supporting the Fund's activities with financial instruments either internally within the Fund or externally at the Fund's service providers, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements.

The Fund's objective is to manage operational risk so as to balance mitigation of risk with achieving its investment objective and generating returns to investors.

The primary responsibility for the development and implementation of controls over operational risk rests with the directors of the Responsible Entity.

The directors' assessment over the adequacy of the controls and processes in place at the service providers with respect to operational risk is carried out via regular reporting, ad-hoc discussions and an annual on-site review with the service providers and a review of the service providers' GS007 report on internal controls.

Substantially all of the assets of the Fund are held by Certane CT Pty Ltd (former Certes CT Pty Ltd). Bankruptcy or insolvency of the Fund's custodian may cause the Fund's rights with respect to the securities held by the custodian to be delayed or limited. The Responsible Entity monitors the capital adequacy of its custodian quarterly and reviews the findings documented in the GS007 report on the internal controls annually.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
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(Continued)

The Fund has provided the custodian a general lien over the financial assets held in custody for the purpose of covering the exposure from providing custody services. The general lien is part of the standard contractual terms of the custody agreement.

10. FAIR VALUE MEASUREMENT

The Fund measures and recognises the financial assets and liabilities at fair value on a recurring basis.

- Financial assets at fair value through profit or loss (FVPL) (see Note 2)

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value hierarchy:

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

(i) Fair value in an active market

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

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

Financial assets and liabilities are priced at redemption prices.

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

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

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

(ii) Fair value in an inactive or unquoted market (level 2 and 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

(iii) Recognised fair value measurements

The following table presents the Fund's assets and liabilities measured and recognised at fair value as at 30 June 2021:

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
30 June 2022				
Financial assets at fair value through profit or loss:				
Unlisted unit trusts	-	12,371,310	-	12,371,310
Total	-	12,371,310	-	12,371,310

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
30 June 2021				
Financial assets at fair value through profit or loss:				
Unlisted unit trusts	-	15,587,842	-	15,587,842
Total	-	15,587,842	-	15,587,842

(iv) Transfers between levels

The Fund's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy for the reporting year ended 30 June 2022.

(v) Fair value measurements using significant unobservable inputs

The Fund did not hold any financial instruments with fair value measurements using significant unobservable inputs during the reporting year ended 30 June 2022.

(vi) Financial instruments not carried at fair value

The Fund did not hold any financial instruments which were not measured at fair value in the statement of financial position during the reporting year ended 30 June 2022. Due to the short-term nature, the carrying amounts of receivables and payables are assumed to approximate value.

11. RELATED PARTY TRANSACTIONS

Responsible entity

The Responsible Entity of William Blair Global Leaders Fund is Responsible Entity Partners Limited (ACN 119 757 596) (AFSL 304542). Accordingly, transactions with entities related to Responsible Entity Partners Limited are disclosed below.

(a) Key management personnel compensation

The Fund does not employ personnel in its own right. However, it is required to have an incorporated Responsible Entity to manage the activities of the Fund and this is considered the key management personnel.

Key management personnel includes persons who were directors of Responsible Entity Partners Limited at any time during the reporting period as follows:

Michael John Terlet AO	Non-Executive Director - Chairman	Appointed 19 April 1991
Ronald Peter Beard	Executive Director	Appointed 20 August 2012
Fiona McNabb	Non-Executive Director	Appointed 29 September 2017
Darran Goodger	Executive Director	Appointed 18 February 2021

There were no other key management personnel during the reporting period.

(b) Key management personnel unitholdings

Key management personnel of the Responsible Entity did not hold units in the Fund as at 30 June 2022.

(c) Key management personnel compensation

Key management personnel are paid by the Responsible Entity. Payments made from the Fund to Responsible Entity Partners Limited do not include any amounts directly attributable to the compensation of key management personnel.

(d) Key management personnel loan disclosures

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their personally related entities at any time during the reporting period.

(e) Other transactions with the Fund

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

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

Responsible entity's fees and other transactions

Management fees

Management fees are calculated in accordance with the Fund's Constitution. For the reporting year ended 30 June 2022, the management fee was 0.70% per annum of the net asset value of the Fund, inclusive of the net effect of GST.

Balances with related parties

All related party transactions are conducted on normal arm's length commercial terms and conditions. The transactions during the reporting period and amounts payable at reporting period end between the Fund and the Responsible Entity were as follows:

	2022	2021
	\$	\$
Responsible Entity fees for the reporting period	26,836	12,830
Responsible Entity fees payable at the reporting date	34,637	13,505

(f) Related party unitholdings

Parties related to the Fund including the Responsible Entity, its related parties and other funds managed by the Responsible Entity, did not hold any units in the Fund as at 30 June 2022.

(g) Investments

The Fund did not hold any investments in the Responsible Entity or its related parties during the reporting period.

William Blair Global Leaders Fund
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 June 2022
(Continued)

12. RECONCILIATION OF PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	2022 \$	2021 \$
(a) Reconciliation of (loss)/profit to net cash inflow/(outflow) from operating activities		
Net (loss)/profit	(3,216,343)	1,231,192
Net (loss)/profit on financial assets at fair value through profit or loss	3,162,413	(1,243,842)
Increase in payables	22,328	13,506
(Increase)/decrease in receivables	(24,218)	(676)
Net cash (outflow)/inflow from operating activities	(55,820)	180

(b) Non-cash financing and investing activities

During the reporting period, the following distribution payments were satisfied with the issue of units under the distribution reinvestment plan

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13. EVENTS SUBSEQUENT TO REPORTING DATE

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Fund disclosed in the statement of financial position as at 30 June 2022 or on the results and cash flows of the Fund for the reporting period ended on that date.

14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no contingent liabilities or contingent assets at 30 June 2022.

The Tidswell Investment Plan
RESPONSIBLE ENTITY DIRECTORS' DECLARATION
For the year ended 30 June 2022

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- a) The financial statements and notes set out on pages 7 to 25 are in accordance with the Corporations Act 2001, including:
 - (i) complying with Australian Accounting Standards, and interpretations issued by the Australian Accounting Standards Board, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Fund's financial position as at 30 June 2022 and of the performance for the reporting period ended on that date;
- b) There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable; and
- c) Note 2(a) confirms that the financial statements comply with International Financial Reporting Standards as issues by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the directors for and on behalf of the Responsible Entity:



Director

28 September 2022

INDEPENDENT AUDITOR'S REPORT

To the unitholders of William Blair Global Leaders Fund

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of William Blair Global Leaders Fund (the Scheme), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of William Blair Global Leaders Fund, is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Scheme's financial position as at 30 June 2022 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Scheme in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Scheme, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other information

The directors of Responsible Entity Partners Limited (the Responsible Entity) are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Director's report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.



If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors of the Responsible Entity for the Financial Report

The directors of the Responsible Entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Scheme'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 directors either intend to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

BDO

A handwritten signature in black ink, appearing to read 'James Dixon', written over a light blue circular stamp.

James Dixon
Director

Melbourne, 28 September 2022