

**Perennial Private Ventures Fund No.1 LP**  
**Annual report**  
**For the period 3 June 2022 to 30 June 2023**

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	<b>Page(s)</b>
Partners' report	2
Statement of comprehensive income	3
Statement of financial position	4
Statement of changes in Partnership Interest	5
Statement of cash flows	6
Notes to financial statements	7
General Partner's declaration	14
Independent auditor's report	15

## Partners' report

The partners present their report of Perennial Private Ventures Fund No.1 LP (the "Partnership") for the period ended 30 June 2023.

### Partners

The following were partners of the Partnership during the period and up to the date of this report:

Perennial Private Investment GP, LP (the "General Partner")

The Partnership had 187 Limited Partners as on 30 June 2023.

### Investment Manager

The Partnership is managed by Perennial Private Investments Pty Ltd (the "Investment Manager") pursuant to the conditions mentioned in the Partnership Deed and the Investment Management Agreement.

### Principal activities

The principal activity of the Partnership is to predominately invest in high growth small and mid-market private businesses within Australia and New Zealand.

### Review of operations

There have been no significant changes to the operations of the Partnership during the period. The Investment Manager invested funds in accordance with target asset allocations as set out in the governing documents of the Partnership.

The net operating profit attributable to the partners for the period is \$1,266,250.

### Significant changes in the state of affairs

In the opinion of the General Partner, there were no significant changes in the state of affairs of the Partnership that occurred during the reporting period.

### Matters subsequent to the end of the financial period

Effective 28 October 2023, HSBC Bank Australia Limited will replace Apex Fund Services as fund administrator and custodian.

No other matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may have a significant effect on:

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

### Likely developments and expected results of operations

The Partnership will continue to be managed in accordance with the investment objectives and guidelines as set out in the Information Memorandum and the provisions of the Partnership's Deed.

The results of the Partnership's operations will be affected by a number of factors, including the performance of investment markets in which the Partnership 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 operations of the Partnership are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory Law.

Environmental, social and governance (ESG) risks are identified in accordance with the General Partner's risk management framework.

Perennial Private Ventures Fund No.1 LP  
Statement of comprehensive income  
For the period 3 June 2022 to 30 June 2023

	Notes	For the period 3 June 2022 to 30 June 2023 \$'000
<b>Investment income</b>		
Interest income		320
Unrealised change in net market value of investments		1,755
Late interest charges		374
<b>Total Income</b>		<u>2,449</u>
<b>Expenses</b>		
Management fees		855
Fund establishment costs		328
<b>Total expenses</b>		<u>1,183</u>
<b>Profit for the period</b>		<u>1,266</u>
<b>Other comprehensive income for the period</b>		<u>-</u>
<b>Total comprehensive income for the period</b>		<u>1,266</u>
Profit attributable to:		
- General Partner		-
- Limited Partners		1,266
<b>Total comprehensive income attributable to:</b>		
- General Partner		-
- Limited Partners		<u>1,266</u>

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

Perennial Private Ventures Fund No.1 LP  
Statement of financial position  
As at 30 June 2023

	Notes	As at 30 June 2023 \$'000
<b>Assets</b>		
Cash and cash equivalents	3	1,530
Other receivables	4	769
Financial assets at fair value through profit or loss	8	<u>23,846</u>
<b>Total assets</b>		<u>26,145</u>
<b>Liabilities</b>		
Management fee payable		<u>129</u>
<b>Total liabilities</b>		<u>129</u>
<b>Partnership Interest</b>		
Capital Account		<u>26,016</u>
<b>Total Partnership Interest</b>	5	<u>26,016</u>

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

Perennial Private Ventures Fund No.1 LP  
Statement of changes in Partnership Interest  
For the period 3 June 2022 to 30 June 2023

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	Notes	For the period 3 June 2022 to 30 June 2023 \$'000
<b>Partnership Interest</b>		
<b>Balance at 3 June 2022</b>		-
Capital contributions		24,750
Transfers to Capital Account		<u>1,266</u>
<b>Balance at 30 June 2023</b>	5	<u>26,016</u>

*The above statement of changes in net assets attributable to the partners should be read in conjunction with the accompanying notes.*

Perennial Private Ventures Fund No.1 LP  
Statement of cash flows  
For the period 3 June 2022 to 30 June 2023

	Notes	For the period 3 June 2022 to 30 June 2023 \$'000
<b>Cash flows from operating activities</b>		
Payments for the purchase of financial instruments at fair value through profit or loss		(22,091)
Management fees paid		(778)
Other expenses paid		<u>(351)</u>
<b>Net cash outflow from operating activities</b>		<u>(23,220)</u>
<b>Cash flows from financing activities</b>		
Proceeds from partner subscriptions		<u>24,750</u>
<b>Net cash inflow from financing activities</b>		<u>24,750</u>
<b>Net change in cash and cash equivalents</b>		1,530
Cash and cash equivalents - beginning of period		<u>-</u>
<b>Cash and cash equivalents - end of period</b>	3	<u>1,530</u>

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

## **1 General information**

Perennial Private Ventures Fund No.1 LP, was registered as an incorporated limited partnership under the Partnership Act 1892 New South Wales on 10 November 2021. The Partnership is governed by the Partnership Deed dated 21 December 2021. The Partnership commenced operations on 3 June 2022. The Partnership was unconditionally registered with Industry, Innovation and Science Australia on 7 June 2023. The registered office of the Partnership is Level 27, 88 Phillip Street Sydney NSW 2000.

Perennial Private Ventures GP LP Pty Ltd (ACN 654 899 251) (GP Co) is acting as the general partner of Perennial Private Investment GP, LP (ILP2100041) which is acting as the General Partner of the Partnership. The Partnership is managed by Perennial Private Investments Pty Ltd (ACN 643 423 750, AFSL Representative Number 001293139) pursuant to the conditions in the Partnership Deed and the Investment Management Agreement.

The objectives of the Partnership is to predominately invest in privately owned businesses that demonstrate high growth potential and early success within their sector. The Partnership has been established to identify these businesses to provide an attractive return for it's investors within the Australian and New Zealand market.

The financial statements are presented in Australian dollars unless otherwise noted.

The financial statements are for the period 3 June 2022 to 30 June 2023.

The financial statements were authorised for issue by the General Partner on the date the General Partner's declaration was signed. The General Partner has the power to amend and reissue the financial statements.

## **2 Summary of significant accounting policies**

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

### **(a) Basis of preparation**

The Partnership has prepared a special purpose financial statements as, in the opinion of the Directors of the General Partner, it is unlikely there are users of these financial statements who are not in a position to require the preparation of reports tailored to their information needs.

The special purpose financial statements comply with all recognition and measurement requirements in Australian Accounting Standards. The material accounting policies adopted in the special purpose financial statements are set out in Note 2 Summary of significant accounting policies.

The special purpose financial statements include only the disclosures of the following Australian Accounting Standards and those disclosures considered necessary by the Partners to meet the needs of users:

- AASB 101 *Presentation of Financial Statements*
- AASB 107 *Statement of Cash Flows*
- AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*
- AASB 1031 *Materiality*

### **(b) Financial instruments**

#### *(i) Classification*

- Financial assets

The Partnership classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Partnership's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Partnership's documented investment strategy. The General Partner evaluates the information about these financial assets on a fair value basis together with other related financial information.

For equity securities, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Partnership's investment strategy. Consequently, the debt securities are measured at fair value through profit or loss.



## 2 Summary of significant accounting policies (continued)

### (b) Financial instruments (continued)

For cash and cash equivalents and receivables, these assets are held in order to collect the contractual cash flows and the contractual terms of these assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

- Financial liabilities

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost.

#### (ii) Recognition and derecognition

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

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Partnership has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged.

#### (iii) Measurement

- Financial instruments at fair value through profit or loss

At initial recognition, the Partnership measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of comprehensive income.

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

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

#### (iv) Impairment

AASB 9 requires the Partnership to record an allowance for expected credit losses (ECL) for all financial assets not held at fair value through profit or loss. At each reporting date, the Partnership shall measure the loss allowance on financial assets at amortised cost (cash and receivables) at an amount equal to the lifetime ECL 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 Partnership shall measure the loss allowance at an amount equal to 12-month ECL. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (v) Offsetting financial instruments

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

As at the end of the reporting period, there are no financial assets or liabilities offset or with the right to offset in the statement of financial position.

### (c) Cash and cash equivalents

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

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represent the Partnership's main income generating activity.

### (d) Investment income

#### (i) Interest income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

## 2 Summary of significant accounting policies (continued)

### (d) Investment income (continued)

#### (i) Interest income (continued)

The effective interest method is a method of calculating the amortised cost of a financial asset or liability and of allocating the interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Partnership estimates cash flows considering all contractual terms of the financial instruments (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Interest income on financial assets at fair value through profit or loss is also recognised in the statement of comprehensive income. Changes in fair value of financial instruments held at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements.

### (e) Expenses

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

### (f) Income tax

The Partnership is not subject to tax as a separate assessment is determined for each partner based on their share of the profits distributed from the Partnership.

### (g) Distributions

The Partnership may distribute its taxable income, in accordance with the Partnership Deed, to partners by cash. The distributions are recognised in the statement of changes in net assets attributable to the partners.

### (h) Functional and presentation currency

Balances included in the Partnership's financial statements are measured using the currency of the primary economic environment in which it operates. This is the Australian dollar which reflects the currency of the economy in which the Partnership competes for funds and is regulated. The Australian dollar is also the Partnership's presentation currency.

### (i) Receivables

Receivables may include amounts for interest. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

### (j) Payables

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

A separate distribution payable is recognised in the statement of financial position.

### (k) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to the Partnership by third parties such as General Partner fees, have been passed on to the Partnership. The Partnership qualifies for Reduced Input Tax Credits at a rate of at least 55%. Fees for these services and any other expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

### (l) Use of estimates

The Partnership makes estimates and assumptions that affect the reported amounts of assets and liabilities within the current and next financial period. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Certain financial instruments, for example unquoted securities, are fair valued using valuation techniques. Where valuation techniques are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Investment Manager.

### (m) Rounding of amounts

Amounts in the financial statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

**2 Summary of significant accounting policies (continued)**

**(n) Comparative period**

The Partnership commenced operations on 3 June 2022. The reporting period covers the period 3 June 2022 to 30 June 2023, there is no comparative information.

**3 Cash and cash equivalents**

	As at 30 June 2023 \$'000
Cash at bank	1,530
<b>Total cash and cash equivalents</b>	<b>1,530</b>

**4 Other receivables**

	As at 30 June 2023 \$'000
Interest receivables	320
GST receivable	75
Late interest income	374
<b>Total other receivables</b>	<b>769</b>

**5 Partnership Interest**

Movements in the net assets attributable to the partners during the period were as follows:

	For the period 3 June 2022 to 30 June 2023 \$'000
Opening balance	-
Subscriptions	24,750
Increase/(decrease) in net assets attributable to the Partners	1,266
Closing balance	<b>26,016</b>

**6 Related party disclosures**

The General Partner of the Partnership is Perennial Private Investment GP, LP (ILP2100041). Transactions with entities related to Perennial Private Investment GP, LP are disclosed below.

The General Partner has contracted services to Perennial Private Investments Pty Ltd (ACN 643 423 750, AFSL Representative Number 001293139), to act as Investment Manager for the Partnership. The contract is on normal commercial terms and conditions.

**(a) Key management personnel of the General Partner**

The General Partner during the period was:

Perennial Private Ventures GP LP Pty Ltd (ACN 654 899 251)

The Directors of the General Partner during the period were:

A. Patterson  
C. Love  
M. Bennett

**6 Related party disclosures (continued)**

**(b) Transactions with key management personnel**

During the period ended 30 June 2023, the following transactions occurred with key management personnel of the Partnership:

	For the period 3 June 2022 to 30 June 2023 \$
Opening balance	-
Subscriptions	525,000
Distributions to Partners	-
<b>Closing balance</b>	<b>525,000</b>

**(c) Key management personnel interest**

Key management personnel held \$525,000 of capital in the Partnership as at 30 June 2023.

**(d) General Partner and Investment Manager compensation**

Fees payable to the Investment Manager have been calculated in accordance with the Partnership Deed.

For the period ended 30 June 2023, the Partnership incurred management fees of \$855,094. The management fee due to the Investment Manager at 30 June 2023 is \$128,930.

The Partnership Deed dated 21 December 2021 entitles the General Partner to receive carried interest. The distribution allocation provisions in relation to distribution of the carried interest was set out in clauses 13.4 and 24.1 of the Partnership Deed.

During the period, no carried interest was paid by the Partnership to the General Partner.

**(e) Key management personnel loans**

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

**(f) Other transactions with the Partnership**

Transactions with any related entities to the Partnership are carried out on the terms and conditions specified in the Information Memorandum.

Apart from those details disclosed above, no related parties have entered into a material contract with the Partnership and there were no material balances involving key management personnel's interests outstanding at period end.

Fees payable to the Investment Manager have been calculated in accordance with the Partnership Deed.

**7 Remuneration of auditor**

During the reporting period the following fees were paid or payable for services provided by the auditors of the Partnership:

	For the period 3 June 2022 to 30 June 2023 \$'000
<b>KPMG</b>	
<i>Audit and other assurance services</i>	
Audit of financial statements	7,337
Total remuneration for audit and other assurance services	7,337
<b>Ernst &amp; Young</b>	
<i>Taxation services</i>	
Taxation compliance services	12,000
Total remuneration for taxation services	12,000
<b>Total remuneration</b>	<b>19,337</b>

## 8 Fair value measurement

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

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

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

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

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

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

The quoted market price used for financial assets held by the Partnership is the last traded market price; the quoted market price for financial liabilities is the last traded market price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange.

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

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

In the absence of a quoted price in an active market, investments are valued using observable inputs such as recently executed transaction prices in securities of the issuer or comparable issuers and yield curves. Adjustments are made to the valuations when necessary to recognise differences in the instrument's terms. To the extent that the significant inputs are observable, the Partnership categorises these investments as level 2.

Level 3 instruments could include distressed debt instruments, certain private equity and real estate investments that are not based on market inputs or securities that are in an inactive/ illiquid market and are valued using models and internal data. Level 3 investments may be adjusted to reflect illiquidity and/or restrictions, however, the adjustments are not based on available market information. Level 3 instruments also include those that have stale price that is, where the pricing for a particular security has remained static for an extended period of time.

Level 3 valuations are regularly reviewed by the relevant management. The management considers the appropriateness of the valuation inputs, methods and techniques used in the valuations. Where the inputs are considered stale, unobservable, proprietary or from an inactive market, they are categorised as level 3.

Investments classified within level 3 have significant unobservable inputs, as they are infrequently traded. Level 3 instruments include certain unlisted unit trusts and corporate debt securities. As observable prices are not available for these securities, valuation techniques are used to derive fair value.

### (c) Recognised fair value measurements

The table below presents the Partnership's financial assets and liabilities measured and recognised at fair value as at 30 June 2023.

As at 30 June 2023	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Convertible notes	-	-	7,250	7,250
Unlisted equities	-	-	16,596	16,596
<b>Total Financial assets at fair value through profit or loss</b>	-	-	<b>23,846</b>	<b>23,846</b>

The following table presents the movement in level 3 instruments as at the reporting date by class of financial instrument.

As at 30 June 2023	Convertible notes \$'000	Unlisted equities \$'000	Total \$'000
<b>Opening balance</b>	-	-	-
Purchases	7,250	14,841	22,091
Gains recognised in profit or loss	-	1,755	1,755
<b>Closing balance</b>	<b>7,250</b>	<b>16,596</b>	<b>23,846</b>

**8 Fair value measurement (continued)**

**(d) Transfer between levels**

The General Partner recognises transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

**(e) Financial instruments not carried at fair value**

The carrying value of receivables and payables approximate their fair values.

**9 Events occurring after the reporting period**

Effective 28 October 2023, HSBC Bank Australia Limited will replace Apex Fund Services as fund administrator and custodian.

No other significant events have occurred since the end of the period which would impact on the financial position of the Partnership as disclosed in the statement of financial position as at 30 June 2023 or on the results and cash flows of the Partnership for the period ended on that date.

**10 Contingent assets and liabilities and commitments**

There are no outstanding contingent assets, liabilities or commitments as at 30 June 2023.

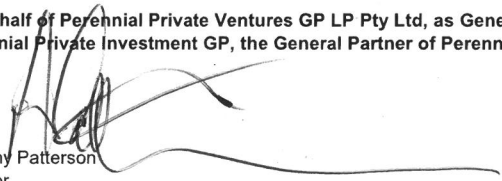
**General Partner's declaration**

In the opinion of the General Partner:

- (a) the financial statements and notes, set out on pages 3 to 13, are in accordance with the Australian Accounting Standard, including:
  - (i) complying with Australian Accounting Standards (including Australian Accounting Interpretations); and
  - (ii) presents fairly of the Partnership's financial position as at 30 June 2023 and of its performance as represented by the results of its operational and cash flows, for the reporting period ended on that date.
- (b) there are reasonable grounds to believe that the Partnership will be able to pay its debts as and when they become due and payable.
- (c) the financial statements are in accordance with the Partnership's Deed.

Signed in accordance with a resolution of partners

**On behalf of Perennial Private Ventures GP LP Pty Ltd, as General Partner of  
Perennial Private Investment GP, the General Partner of Perennial Private Ventures Fund No.1 LP**

  
Anthony Patterson  
Director  
Sydney  
26 September 2023



# Independent Auditor's Report

To the Limited Partners of Perennial Private Ventures Fund No.1 LP

## Opinion

We have audited the **Financial Report** of Perennial Private Ventures Fund No.1 LP (the Partnership).

In our opinion, the accompanying Financial Report presents fairly, in all material respects, the financial position of the Partnership as at 30 June 2023, and of its financial performance and its cash flows for the year then ended, in accordance with *Australian Accounting Standards*.

The **Financial Report** comprises:

- Statement of financial position as at 30 June 2023;
- Statement of comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended;
- Notes including a summary of significant accounting policies; and
- General Partner's Declaration.

## Basis for opinion

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

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 Partnership in accordance with 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 fulfilled our other ethical responsibilities in accordance with these requirements.

## Restriction on use and distribution

The Financial Report have been prepared to assist the General Partner of the Partnership in complying with the financial reporting requirements of section 15 of the Second Amended and Restated Limited Partnership Deed.

As a result, the Financial Report and this Auditor's Report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.





Our report is intended solely for the Limited Partners of the Partnership and should not be used by or distributed to parties other than the Limited Partners of the Partnership. We disclaim any assumption of responsibility for any reliance on this report, or on the Financial Report to which it relates, to any person other than the Limited Partners of the Partnership or for any other purpose than that for which it was prepared.

## Other Information

Other Information is financial and non-financial information in Perennial Private Ventures Fund No.1 LP's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors of Perennial Private Investment GP (the General Partner) are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

## Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- the preparation and fair presentation of the Financial Report for the purpose of complying with the financial reporting requirements of the Partnership Deed;
- implementing necessary internal control to enable the preparation of a Financial Report that is free from material misstatement, whether due to fraud or error; and
- assessing the Partnership's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Partnership or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- 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 *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.



A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our Auditor's Report.

A smaller, stylized version of the KPMG logo, with the letters 'KPMG' in a blue, sans-serif font, and a graphic of four vertical bars to the left.

KPMG

A handwritten signature in blue ink, appearing to read 'Joshua Pearce', written over a faint, larger version of the KPMG logo.

Joshua Pearce

*Partner*

Melbourne

26 September 2023