

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Financial Statements

For the Year Ended 30 June 2024

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Contents

For the Year Ended 30 June 2024

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APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Directors' Report 30 June 2024

The directors present their report on APMHA HEALTHCARE LIMITED for the financial year ended 30 June 2024.

General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Tung Phan Ba Le

Donal McGoldrick

Renee Maria Hayden

Thai Ohtsuka - resigned 30 July 2024

Keran Wicks - resigned 29 July 2024

Rodney Johnstone - resigned 26 July 2024

Cherie Krake

Michael Moon

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal activities

The principal activity of APMHA HEALTHCARE LIMITED during the financial year was providing counselling services and consulting in the area of mental health.

No significant changes in the nature of the Company's activity occurred during the financial year.

Operating results

The surplus of the Company after providing for income tax amounted to \$ 229,966 (2023: Surplus \$295,731)

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of APMHA HEALTHCARE LIMITED.

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Directors' Report
30 June 2024

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2024 has been received and can be found on page 3 of the financial report.

Signed in accordance with a resolution of the Board of Directors:



Director:

Renee Maria Hayden



Director:

Donal McGoldrick

Dated this 13th day of September 2024

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575



**Auditor's Independence Declaration to the Responsible Persons of
APMHA HEALTHCARE LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

WSC Group - Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'A F Gilbert'.

A F Gilbert, CA
Director

17 / 09 / 2024

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2024

		2024	2023
	Note	\$	\$
Revenue and other income	4	6,427,489	6,186,545
Interest income		102,893	50,187
Employee benefits expense	5	(2,452,541)	(1,986,217)
Depreciation and amortisation expense	5	(61,925)	(110,495)
Finance costs	5	-	(3,154)
Other expenses	5	(3,785,950)	(3,841,135)
Surplus before income tax		229,966	295,731
Income tax expense		-	-
Surplus for the year		229,966	295,731
Other comprehensive income			
Total comprehensive income for the year		229,966	295,731

The accompanying notes form part of these financial statements.

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Statement of Financial Position

As At 30 June 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	2,593,645	3,258,255
Trade and other receivables	7	477,593	273,115
Other assets		10,833	10,833
TOTAL CURRENT ASSETS		3,082,071	3,542,203
NON-CURRENT ASSETS			
Property, plant and equipment	8	855,263	178,822
Goodwill	9	298,631	298,631
TOTAL NON-CURRENT ASSETS		1,153,894	477,453
TOTAL ASSETS		4,235,965	4,019,656
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	641,594	844,737
Short-term provisions		153,500	-
Employee benefits	12	402,962	270,138
Other liabilities	13	1,062,024	1,157,295
Lease liabilities	10	-	11,994
TOTAL CURRENT LIABILITIES		2,260,080	2,284,164
NON-CURRENT LIABILITIES			
Employee benefits	12	64,328	53,901
TOTAL NON-CURRENT LIABILITIES		64,328	53,901
TOTAL LIABILITIES		2,324,408	2,338,065
NET ASSETS		1,911,557	1,681,591
EQUITY			
General reserves		100,000	100,000
Retained earnings		1,811,557	1,581,591
TOTAL EQUITY		1,911,557	1,681,591

The accompanying notes form part of these financial statements.

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Statement of Changes in Equity For the Year Ended 30 June 2024

2024

	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 July 2023	1,581,591	100,000	1,681,591
Surplus for the year	229,966	-	229,966
Balance at 30 June 2024	1,811,557	100,000	1,911,557

2023

	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 July 2022	1,285,857	100,000	1,385,857
Surplus for the year	295,731	-	295,731
Balance at 30 June 2023	1,581,591	100,000	1,681,591

The accompanying notes form part of these financial statements.

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Statement of Cash Flows For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	6,759,052	7,033,194
Payments to suppliers and employees	(6,768,882)	(5,427,096)
Interest received	102,893	50,187
Net cash provided by/(used in) operating activities	21 <u>93,063</u>	<u>1,656,285</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	<u>(745,679)</u>	(105,462)
Net cash provided by/(used in) investing activities	<u>(745,679)</u>	(105,462)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payment of lease liabilities	<u>(11,994)</u>	(77,388)
Net cash provided by/(used in) financing activities	<u>(11,994)</u>	(77,388)
Net increase/(decrease) in cash and cash equivalents held	(664,610)	1,473,435
Cash and cash equivalents at beginning of year	<u>3,258,255</u>	1,784,820
Cash and cash equivalents at end of financial year	6 <u><u>2,593,645</u></u>	<u><u>3,258,255</u></u>

The accompanying notes form part of these financial statements.

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Notes to the Financial Statements For the Year Ended 30 June 2024

The financial report covers APMHA HEALTHCARE LIMITED as an individual entity. APMHA HEALTHCARE LIMITED is a not-for-profit Company, registered and domiciled in Australia.

The principal activities of the Company for the year ended 30 June 2024 were providing counselling services and consulting in the area of mental health.

The functional and presentation currency of APMHA HEALTHCARE LIMITED is Australian dollars.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Act 2012*.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the Company obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably. Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligation is satisfied.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

2 Summary of Significant Accounting Policies

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Land and buildings

Land and buildings are measured using the cost model.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2.5%
Furniture, Fixtures and Fittings	33%
Motor Vehicles	20%
Computer Equipment	33%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(e) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

2 Summary of Significant Accounting Policies

(f) Intangible Assets

Goodwill

Goodwill is calculated as the excess of the sum of:

- i) the consideration transferred;
- ii) any non-controlling interest; and
- iii) the acquisition date fair value of any previously held equity interest;

over the acquisition date fair value of net identifiable assets acquired in a business combination.

Goodwill is not amortised but is tested for impairment annually and is allocated to the Company's cash generating units or groups of cash generating units, which represent the lowest level at which goodwill is monitored but where such level is not larger than an operating segment. Gains and losses on the disposal of an entity include the carrying amount of goodwill related to the entity sold.

(g) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. Changes in the measurement of the liability are recognised in profit or loss.

3 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

4 Revenue and Other Income

	2024	2023
	\$	\$
<i>Revenue from contracts with customers (AASB 15)</i>		
Service income	5,742,496	5,626,858
Admin charge	648,218	491,327
Consulting	4,955	8,000
	<u>6,395,669</u>	<u>6,126,185</u>
<i>Revenue recognised on receipt (AASB 1058)</i>		
Other income	9,140	15,365
Government subsidies	-	5,500
	<u>9,140</u>	<u>20,865</u>
<i>Other income</i>		
Rental Income	22,680	39,495
	<u>22,680</u>	<u>39,495</u>
Total revenue and other income	<u>6,427,489</u>	<u>6,186,545</u>

Revenue from contracts with customers has been disaggregated into timing of revenue recognition categories and the following table shows this breakdown:

Revenue recognition

- At a point in time	-	-
- Over time	6,395,669	6,126,185
	<u>6,395,669</u>	<u>6,126,185</u>

Revenue from contracts with customers

	<u>6,395,669</u>	<u>6,126,185</u>
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5 Result for the Year

The result for the year includes the following specific expenses:

Employee benefit expense	2,452,541	1,986,216
Depreciation	61,925	110,495
<i>Other expenses:</i>		
- Contractors- capacity building	55,521	148,241
- Contractors - service delivery	2,940,021	3,216,165
- Computer	83,566	14,842
- Travel & accommodation	69,429	56,266
- Rental	107,687	26,147
- Consultancy	168,982	164,344
- Other expenses	360,744	215,130
	<u>3,785,950</u>	<u>3,841,135</u>

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

6 Cash and Cash Equivalents

	2024	2023
	\$	\$
Cash at bank and in hand	843,645	508,255
Short-term deposits	1,750,000	2,750,000
	<u>2,593,645</u>	<u>3,258,255</u>

7 Trade and Other Receivables

CURRENT

Trade receivables	477,593	273,115
	<u>477,593</u>	<u>273,115</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances. The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

8 Property, plant and equipment

Buildings

At cost	593,319	-
Accumulated depreciation	(650)	-
Total buildings	<u>592,669</u>	-

Furniture, fixtures and fittings

At cost	21,793	13,371
Accumulated depreciation	(1,474)	(5,988)
Total furniture, fixtures and fittings	<u>20,319</u>	<u>7,383</u>

Motor vehicles

At cost	297,126	182,130
Accumulated depreciation	(82,926)	(39,956)
Total motor vehicles	<u>214,200</u>	<u>142,174</u>

Office equipment

At cost	75,837	75,523
Accumulated depreciation	(47,762)	(46,258)
Total office equipment	<u>28,075</u>	<u>29,265</u>

Total property, plant and equipment

	<u>855,263</u>	<u>178,822</u>
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9 Intangible Assets

Goodwill

Cost	298,631	298,631
Total Intangibles	<u>298,631</u>	<u>298,631</u>

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

10 Leases

Company as a lessee

At inception of a contract, the Company assesses whether a lease exists.

Lessee Accounting

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term.

Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short term leases (leases with a term of less than or equal to 12 months) and leases of low-value assets. The payments associated with these leases are recognised as an expense on a straight-line basis over the lease term.

Terms and conditions of leases

The Company leases land and buildings for their corporate office and other offices for provision of consulting services. During the year, the leases were generally for a term of 12 months with no further option for renewal. On 1 July 2024, the corporate office lease agreement was made for 2 years with a renewal option to allow the Company to renew for 2 further terms with each term consisting of 2 years.

Leases for office equipment are generally considered to be for low value assets. The Company leases vehicles with fixed lease payments for a term of 12 months.

11 Trade and Other Payables

	2024	2023
	\$	\$
CURRENT		
Trade payables	72,090	165,893
GST payable	121,681	149,622
Sundry payables and accrued expenses	393,585	471,896
Superannuation payable	9,796	7,117
PAYG Withholdings Payable	44,442	50,209
	<u>641,594</u>	<u>844,737</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

12 Employee Benefits

	2024	2023
	\$	\$
CURRENT		
Annual leave	172,589	121,528
Other employee benefits	153,286	103,286
Long service leave	77,087	45,324
	<u>402,962</u>	<u>270,138</u>
NON-CURRENT		
Long service leave	64,328	53,901
	<u>64,328</u>	<u>53,901</u>

13 Other Liabilities

CURRENT		
Deferred income	1,062,024	1,157,295
	<u>1,062,024</u>	<u>1,157,295</u>

14 Financial Risk Management

Financial assets

Financial assets at amortised cost			
Cash and cash equivalents	6	2,593,645	3,258,255
Trade and other receivables	7	477,593	273,115
	7	<u>3,071,238</u>	<u>3,531,370</u>

Financial liabilities

Financial liabilities at amortised cost			
Trade and other payables	11	641,593	844,738

15 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 10 each towards meeting any outstandings and obligations of the Company. At 30 June 2024 the number of members was 8.

16 Key Management Personnel Remuneration

The total remuneration paid to key management personnel of APMHA HEALTHCARE LIMITED during the year ended 30 June 2024 was \$620,117 (2023: \$697,955)

17 Auditors' Remuneration

Remuneration of the auditor for:			
- Auditing the financial statements		12,600	12,000

APMHA HEALTHCARE LIMITED

ABN 73 632 047 575

Notes to the Financial Statements For the Year Ended 30 June 2024

18 Contingencies

In the opinion of the management, the Company did not have any contingencies at 30 June 2024. (2023: None)

19 Related Parties

(a) The Company's main related parties are as follows:

Alaya Partners Australia is a related party because the current three directors of the Company are directors and unit holders in Alaya Partners Australia.

Network Group is a related party because its CEO is the director of the Company.

Directors' family members provide services to the Company as a sub-contractor and an employee.

Key management personnel - refer to Note 16.

(b) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The Company reimbursed employees and key management personnel for reasonable expenses incurred on behalf of the Company.

The following transactions occurred with related parties:

	Expenses	Sales	Balance outstanding	
	\$	\$	Owed to the company	Owed by the company
			\$	\$
KMP - Directors				
Provision - Other employee benefits	15,000	-	-	118,286
Salaries & superannuation	620,117	-	-	-
Other related parties				
Alaya Partners Australia	83,250	-	-	-
Network Group	42,000	-	-	-
Salaries & superannuation	99,335	-	-	-
Sub-contractor expense	12,900	-	-	-

20 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

APMHA HEALTHCARE LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2024

21 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2024	2023
	\$	\$
Surplus for the year	229,966	295,733
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	61,925	110,495
- net loss on disposal of plant and equipment	7,313	3,550
- finance costs	-	3,154
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(204,478)	(68,205)
- increase/(decrease) in income in advance	(95,271)	914,854
- increase/(decrease) in trade and other payables	(306,429)	369,503
- increase/(decrease) in provisions	306,786	-
- increase/(decrease) in employee benefits	93,251	27,201
Cashflows from operations	93,063	1,656,285

22 Statutory Information

The registered office and principal place of business of the company is:

APMHA HEALTHCARE LIMITED
3A Nixon Street
SHEPPARTON VIC 3630

APMHA HEALTHCARE LIMITED

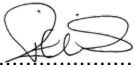
ABN 73 632 047 575

Directors' Declaration

The responsible persons declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Responsible person  Responsible person 
Renee Maria Hayden Donal McGoldrick

Dated this 13th day of Sept 2024



Independent Audit Report to the members of APMHA HEALTHCARE LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of APMHA HEALTHCARE LIMITED, which comprises the statement of financial position as at 30 June 2024, 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 statements, including a summary of significant accounting policies, and the Responsible Persons' declaration.

In our opinion the financial report of APMHA HEALTHCARE LIMITED has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2024 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

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 Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of Responsible Entities for the Financial Report

The responsible entities of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible entities are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.



Independent Audit Report to the members of APMHA HEALTHCARE LIMITED

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 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 the financial report.

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

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

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

A F Gilbert, CA
Director

Dated this17th..... day ofSeptember.....2024