

Baking Industry Group Limited

ABN 33 146 723 319

Financial Statements

For the Year Ended 31 December 2019

Baking Industry Group Limited

ABN 33 146 723 319

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For the Year Ended 31 December 2019

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Baking Industry Group Limited

ABN 33 146 723 319

Directors' Report For the Year Ended 31 December 2019

The directors present their report on Baking Industry Group Limited for the financial year ended 31 December 2019.

1. General information

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Mark Dennien

John Dabrowski

Christopher Hurford

Myles Morris

Scott Cureton

(resigned 12 April 2020)

Brett Noy

(resigned 31 October 2019)

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

Information on current directors

Mark Dennien

Qualifications

Experienced business owner

Experience

Board of Directors since 1982

Special responsibilities

Vice President (Independent Operator)

Christopher Hurford

Qualifications

Qualified baker

Experience

Experienced business owner. International baking experience.
Operations Manager.

Special responsibilities

Vice President (Plant Operators)

Myles Morris

Qualifications

Bachelor of Business (Accounting)

Experience

General Manager with experience in sales, purchasing & distribution

Special responsibilities

None

John Dabrowski

Qualifications

Qualified baker/pastry cook (36 years)

Experience

Business owner for 25 years

Special responsibilities

None

Principal activities

The principal activity of Baking Industry Group Limited during the financial year was to provide industry leadership to develop, support and protect the principles of efficiency, quality and best practices in the Baking Industry.

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

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Directors' Report

For the Year Ended 31 December 2019

1. General information

Short term objectives

The Company's short term objectives are to:

- be activity involved in apprentice training, possible expansion into other states;
- improve the website;
- increase brand awareness; and
- increase social media activity.

Long term objectives

The Company's long term objectives are to:

- foster and support the development of the baking industry including Bread Manufacturing, Pastry Cooking, Cake Production and related Products;
- support and develop implementation and continuous improvement of the industry, enhancing innovation and efficiencies;
- enhance the professionalism of the industry, and ensure training and development within the industry;
- act as a principle voice of the Industry in identifying emerging trends and strategic advice to government and the wider community;
- represent the industry and the employer in any industry matters;
- to promote and oppose legislative and other measures affecting the baking industry;
- borrow, raise, invest and/or deal with money for the purpose of the company;
- research, collect, plan, coordinate and provide input to the research and development strategies; and
- amalgamate with or enter into affiliation or alliance with, or to promote or assist in the promotion of any other association or company/firm having objectives similar to or considered members of BIG and to acquire shares and interest in/ or lend money upon debentures, or otherwise to any association, company or firm.

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- To become a united voice in the industry there is a need to work with likeminded associations such as the BAA, BIAAWA, BIANZ, ASB and the various RTO's around the country.
- To have an active presence at major industry trade exhibitions such as Fine Foods, Food Pro, and other major events.

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Directors' Report

For the Year Ended 31 December 2019

1. General information

Strategy for achieving the objectives

- There is need to search other countries as to what the world trends are, and what trends are relevant to the baked goods market.

How principal activities assisted in achieving the objectives

The principal activities assisted the Company in achieving its objectives by:

- Attracting new members;
- Promoting industry events such as The Original Great Aussie meat Pie Comp and Australian Baking Industry National Scholarship;
- Developing the skills of the youth and future of the industry; and
- Lifted the profile of the association.

Performance measures

The following measures are used within the Company to monitor performance:

- the number of new and renewed memberships;
- entries in the various trade competitions;
- reviews of Industry Awards rates; and
- completion of apprentices to trade persons.

Members' guarantee

Baking Industry Group Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 1 for members that are corporations and \$ 1 for all other members, subject to the provisions of the company's constitution.

At 31 December 2019 the collective liability of members was \$ 48 (2018: \$ 137).

2. Other items

Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

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**Directors' Report
For the Year Ended 31 December 2019**

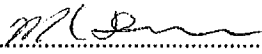
Meetings of directors

No meetings of directors were held during the financial year. All decisions of the board were made through circular minutes.

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 December 2019 has been received and can be found on page 5 of the financial report.

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

Director: .....
Mark Dennien

Dated: 11/8/2020

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Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Baking Industry Group Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2019, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

SAAS Audit Pty Ltd



James Kenward
Director

138 Juliette Street
Greenslopes QLD 4120

Dated: 11/8/20

Baking Industry Group Limited

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 December 2019

	Note	2019 \$	2018 \$
Revenue	4	71,192	62,083
Employee benefits expense		(59,799)	(8,152)
Depreciation and amortisation expense		(633)	(829)
Event expenses		(24,568)	(47,209)
Australian Baker Magazine expenses		(8,133)	(15,437)
Other expenses		(114,666)	(141,945)
Loss before income tax		(136,607)	(151,489)
Income tax expense		-	-
Loss for the year		(136,607)	(151,489)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		(136,607)	(151,489)

The accompanying notes form part of these financial statements.

Baking Industry Group Limited

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Statement of Financial Position

As At 31 December 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	11,240	20,632
Trade and other receivables	6	32,272	34,432
TOTAL CURRENT ASSETS		43,512	55,064
NON-CURRENT ASSETS			
Plant and equipment	7	1,478	2,111
TOTAL NON-CURRENT ASSETS		1,478	2,111
TOTAL ASSETS		44,990	57,175
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	407,048	253,644
Employee benefits		2,552	518
Other financial liabilities	9	10,752	41,768
Other liabilities	10	375	375
TOTAL CURRENT LIABILITIES		420,727	296,305
TOTAL LIABILITIES		420,727	296,305
NET LIABILITIES		(375,737)	(239,130)
EQUITY			
Retained earnings		(375,737)	(239,130)
TOTAL EQUITY		(375,737)	(239,130)

The accompanying notes form part of these financial statements.

Baking Industry Group Limited

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Statement of Changes in Equity

For the Year Ended 31 December 2019

2019

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2019	(239,130)	(239,130)
Loss for the year	(136,607)	(136,607)
Balance at 31 December 2019	<u>(375,737)</u>	<u>(375,737)</u>

2018

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2018	(87,641)	(87,641)
Loss for the year	(151,489)	(151,489)
Balance at 31 December 2018	<u>(239,130)</u>	<u>(239,130)</u>

The accompanying notes form part of these financial statements.

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Statement of Cash Flows For the Year Ended 31 December 2019

	2019	2018
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	48,929	70,180
Payments to suppliers and employees	<u>(206,099)</u>	<u>(203,246)</u>
Net cash provided by/(used in) operating activities	14 <u>(157,170)</u>	<u>(133,066)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Loans to related parties - net (payments)/proceeds from repayments	<u>(1,101)</u>	2,302
Net cash used by investing activities	<u>(1,101)</u>	<u>2,302</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net proceeds from related parties payables	<u>148,879</u>	122,082
Net cash used by financing activities	<u>148,879</u>	<u>122,082</u>
Net increase/(decrease) in cash and cash equivalents held	(9,392)	(8,682)
Cash and cash equivalents at beginning of year	<u>20,632</u>	<u>29,314</u>
Cash and cash equivalents at end of financial year	5 <u><u>11,240</u></u>	<u><u>20,632</u></u>

The accompanying notes form part of these financial statements.

Baking Industry Group Limited

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Notes to the Financial Statements

For the Year Ended 31 December 2019

The financial report covers Baking Industry Group Limited as an individual entity. Baking Industry Group Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Baking Industry Group Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the Directors opinion, the Company is not a reporting entity because there are no users dependent on general purpose financial statements. This special purpose financial report has been prepared to meet the reporting requirements of the *Corporations Act 2001*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*, AASB 1048 *Interpretation of Standards* and AASB 1054 *Australian Additional Disclosures*.

The financial statements have been prepared on an accruals basis and are based on historical costs.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Revenue recognition

Revenue is recognised as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

Other income

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

(b) Income Tax

Only non-member income of the association is only assessable for tax, as members income is executed under the principle of mutuality.

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Notes to the Financial Statements

For the Year Ended 31 December 2019

2 Summary of Significant Accounting Policies

(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.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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.

(d) 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.

(e) Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

(f) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(g) Contract liabilities

Contract liabilities represent the company's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the company recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the company has transferred the goods or services to the customer.

(h) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 31 December 2019, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

(i) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided not to early adopt these Standards, the Directors believe that there will be no material impact on reported results or the financial position of the Company as a result of these Standards.

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Notes to the Financial Statements

For the Year Ended 31 December 2019

3 Critical Accounting Estimates and Judgments

The directors 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 allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

4 Revenue and Other Income

	2019	2018
	\$	\$
Sales revenue		
- member subscriptions	38,343	37,231
- provision of services	-	301
	<u>38,343</u>	<u>37,532</u>
Other revenue		
- Events income	27,136	11,536
- Australian Bake Magazine income	3,818	10,354
- Other trading revenue	1,895	2,661
	<u>32,849</u>	<u>24,551</u>
Total Revenue	<u><u>71,192</u></u>	<u><u>62,083</u></u>
5 Cash and Cash Equivalents		
Cash at bank and in hand	<u>11,240</u>	20,632
	<u><u>11,240</u></u>	<u><u>20,632</u></u>

Baking Industry Group Limited

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Notes to the Financial Statements

For the Year Ended 31 December 2019

6 Trade and Other Receivables

	2019	2018
	\$	\$
CURRENT		
Trade receivables	7,060	16,755
Allowance for expected credit losses	-	(5,000)
	<u>7,060</u>	<u>11,755</u>
Prepayments	3,087	2,454
GST receivable	353	-
Related party receivables	20,904	19,803
Other receivables	868	420
	<u>32,272</u>	<u>34,432</u>
Total current trade and other receivables	32,272	34,432

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.

7 Plant and equipment

PLANT AND EQUIPMENT

Office equipment		
At cost	3,613	3,613
Accumulated depreciation	(2,135)	(1,502)
	<u>1,478</u>	<u>2,111</u>
Total office equipment	1,478	2,111
	<u>1,478</u>	<u>2,111</u>
Total plant and equipment	1,478	2,111

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year:

	Office Equipment	Total
	\$	\$
Year ended 31 December 2019		
Balance at the beginning of year	2,111	2,111
Depreciation expense	(633)	(633)
	<u>1,478</u>	<u>1,478</u>
Balance at the end of the year	1,478	1,478

Baking Industry Group Limited

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Notes to the Financial Statements

For the Year Ended 31 December 2019

8 Trade and Other Payables

	2019	2018
	\$	\$
Current		
Trade payables	8,669	2,398
Sundry payables and accrued expenses	15,000	17,649
Related party payables	381,248	232,369
Other payables	2,131	1,228
	<u>407,048</u>	<u>253,644</u>

The carrying amounts are considered to be a reasonable approximation of fair value.

9 Other Financial Liabilities

CURRENT

Contract liabilities	10,752	41,768
Total	<u>10,752</u>	<u>41,768</u>

10 Other Liabilities

CURRENT

Other liability - members equity	375	375
	<u>375</u>	<u>375</u>

11 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 \$ 1 each towards meeting any outstandings and obligations of the Company. At 31 December 2019 the number of members was 48 (2018: 137).

12 Auditors' Remuneration

Remuneration of the auditor,
SAAS Audit Pty Ltd, for:
- auditing or reviewing the
financial statements

3,000	4,000
<u>3,000</u>	<u>4,000</u>

13 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 31 December 2019 (31 December 2018:None).

Baking Industry Group Limited

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Notes to the Financial Statements

For the Year Ended 31 December 2019

14 Cash Flow Information

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

	2019	2018
	\$	\$
Loss for the year	(136,607)	(151,489)
Non-cash flows in profit:		
- depreciation	633	904
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	3,894	4,650
- (increase)/decrease in other assets	(633)	(2,093)
- increase/(decrease) in income in advance	(31,016)	(3,304)
- increase/(decrease) in trade and other payables	4,525	17,748
- increase/(decrease) in employee benefits	2,034	518
Cashflows from operations	<u>(157,170)</u>	<u>(133,066)</u>

(b) Changes in liabilities arising from financing activities

	2018	Cash flows	2019
	\$	\$	\$
Related party payables	232,369	148,879	381,248
Total liabilities from financing activities	<u>232,369</u>	<u>148,879</u>	<u>381,248</u>
	2017	Cash flows	2018
	\$	\$	\$
Related party payables	110,287	122,082	232,369
Total liabilities from financing activities	<u>110,287</u>	<u>122,082</u>	<u>232,369</u>

15 Going concern

Notwithstanding the Company's deficiency in net assets, the financial report has been prepared on the going concern basis. This basis has been adopted as the Company has received a guarantee of continuing financial support from Baking Industry Association of Queensland (BIAQ) to allow the Company to meet its liabilities and it is the belief of the directors that such financial support will continue to be made available from BIAQ for the foreseeable future.

Baking Industry Group Limited

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Notes to the Financial Statements

For the Year Ended 31 December 2019

16 Statutory Information

The registered office of the company is:

Baking Industry Group Limited
c/o Southern Cross Accounting
39/A Woodhaven Place
Cornubia QLD 4130

The principal place of business is:

Unit 5, 54 Riverside Place
Morningside QLD 4170

17 Events Occurring After the Reporting Date

The Directors investigated the opportunity to restructure The Baking Industry Association of Queensland group (BIAQ), of which the Company is a member to ensure the current structure fulfils BIAQ's rules and provides the best benefit to its members. Commencing 2018, operations undertaken by the The Baking Industry Association of Queensland were moved into the Company. Initial efforts to restructure the Group were not successful, the Committee has appointed new legal advisors and is hopeful that progress towards a restructuring will be made in the 2020 financial year.

Also in the 2020 financial year, the membership base will transition back to Baking Industry Association of Queensland from the Company. This is due, again to incorrect advice received from the Group's former legal advisors.

The covid-19 pandemic has created unprecedented uncertainty in the economic environment. As a result of the pandemic, the Company has experienced a decline in income since the year end in particular in relation to events. It may be the case that members of the Company also experience financial difficulties which could impact the Company. The Directors are not able to determine the full financial impact of covid-19 as its effects are still ongoing.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Baking Industry Group Limited

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Directors' Declaration

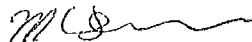
The directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 2 of the financial statements.

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 16, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the financial position as at 31 December 2019 and of the performance for the year ended on that date of is in accordance with the accounting policy described in Note 2 of the financial statements.
2. In the directors opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable with the continuing support of creditors.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



.....
Mark Dennien

Dated:

11/8/2020

Baking Industry Group Limited

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Independent Auditor's Report to the members of Baking Industry Group Limited

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Baking Industry Group Limited (the Company), which comprises the statement of financial position as at 31 December 2019, 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 directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2019 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 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 Company in accordance with the auditor independence requirements of 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* (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 Company, 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Emphasis of Matter - Going Concern

Without modifying our opinion, we draw attention to Note 15 of the financial report, which indicates that the Company had net liabilities at the year end and is dependent on the support of Baking Industry Association of Queensland. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and therefore, the Company may be unable to realise its assets and discharge its liabilities in the normal course of business.

Baking Industry Group Limited

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Independent Auditor's Report to the members of Baking Industry Group Limited

Other Information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is included in the directors 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 Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of a 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 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 directors either intend to liquidate the Company or to cease operations, or have 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 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

SAAS Audit Pty Ltd



James Kenward
Director

138 Juliette Street
Greenslopes QLD 4120

Dated: 11/8/20