

# **REGENTS GARDEN GROUP PTY LTD**

**ABN: 45 009 111 193**

**NAPS ID: 1193**

**RACS ID: 7284**

**Financial Report For The Year Ended  
30 June 2023**

# REGENTS GARDEN GROUP PTY LTD

ABN: 45 009 111 193

## Financial Report For The Year Ended 30 June 2023

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**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**DIRECTORS' REPORT**

Your directors present their report on the company for the financial year ended 30 June 2023.

**Directors**

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

Salim SL Lee  
Carol Althorpe  
Michael G Collins  
Meina Suiling Hiratsuka Lee

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

**Review of Operations**

The profit of the company for the financial year after providing for income tax amounted to \$1,024,636 (2022: \$926,559).

**Significant Changes in the State of Affairs**

No significant changes in the company's state of affairs occurred during the financial year.

**Principal Activities**

The principal activities of the company during the financial year were the provision of aged care services. No significant change in the nature of these activities occurred during the year.

**Events Subsequent to 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.

**Likely Developments and Expected Results of Operations**

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.

**Environmental Regulation**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

**Dividends**

Dividends paid or declared since the start of the financial year are as follows:

— A fully franked dividend of \$1,150,000 was declared and provided for during the year.

**Shares under Option**

There were no unissued ordinary shares of the company under option outstanding at the date of this report.

**Shares Issued on the Exercise of Options**

There were no ordinary shares of the company issued on the exercise of options during the year ended 30 June 2023 and up to the date of this report.

**Indemnification of Officers**

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 the company.

**Proceedings on Behalf of the Company**

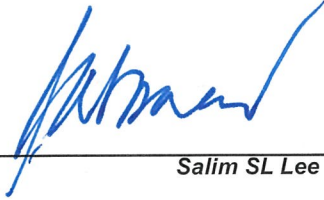
No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**DIRECTORS' REPORT**

**Auditor's Independence Declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 3.

This directors' report is signed in accordance with a resolution of the Board of Directors:

Director   
\_\_\_\_\_  
*Salim SL Lee*

Dated this 24th day of October 2023

Director   
\_\_\_\_\_  
*Michael G Collins*

Dated this 24th day of October 2023

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF REGENTS GARDEN GROUP PTY LTD**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023 there have been:

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

*William Buck*

William Buck Audit (WA) Pty Ltd  
ABN 67 125 012 124

*Amar Nathwani*

Amar Nathwani  
Director

Dated this 24<sup>th</sup> day of October 2023

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2023**

	Note	2023 \$	2022 \$
Services revenue	2	11,282,085	10,956,935
Other income	2	5,047,389	4,311,562
<b>Total revenue and other income</b>		<u>16,329,474</u>	<u>15,268,497</u>
<b>Expenses</b>			
Fair value loss on financial assets	10	-	(32,400)
Employee benefits expense	3	(10,806,590)	(10,034,709)
Auditor's remuneration	6	(13,303)	(11,223)
Depreciation and amortisation expense	11	(355,489)	(368,585)
Electricity and gas		(70,767)	(82,523)
Food and stores		(438,831)	(341,001)
Gardener/handyman		(28,037)	(39,553)
Insurance		(167,047)	(150,182)
Management fees		(720,000)	(720,000)
Payroll tax		(615,624)	(573,233)
Repair and maintenance		(180,828)	(175,047)
Resident welfare		(187,490)	(179,540)
Staff training and welfare		(129,035)	(118,712)
Other expenses		(1,150,811)	(1,115,074)
<b>Total expenses</b>		<u>(14,863,852)</u>	<u>(13,941,782)</u>
<b>Profit before income tax</b>		1,465,622	1,326,715
Income tax expense	4	(440,986)	(400,156)
<b>Profit for the year</b>		<u>1,024,636</u>	<u>926,559</u>
<b>Other comprehensive income for the year</b>		-	-
<b>Total comprehensive income for the year</b>		<u>1,024,636</u>	<u>926,559</u>

The accompanying notes form part of these financial statements.

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023**

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	8	11,442,147	9,122,682
Trade and other receivables	9	3,892,188	3,631,154
Financial assets	10	1,000,000	1,000,000
Prepayments		66,605	67,630
<b>TOTAL CURRENT ASSETS</b>		<u>16,400,940</u>	<u>13,821,466</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	9	23,960,169	21,800,754
Financial assets	10	736,848	723,600
Property, plant and equipment	11	10,899,257	11,166,015
Deferred tax assets	14	545,522	498,551
<b>TOTAL NON-CURRENT ASSETS</b>		<u>36,141,796</u>	<u>34,188,920</u>
<b>TOTAL ASSETS</b>		<u>52,542,736</u>	<u>48,010,386</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	1,061,923	1,242,400
Accommodation bonds	13	46,427,727	44,711,217
Current tax liabilities	14	249,387	167,468
Provisions	15	1,618,723	1,595,823
<b>TOTAL CURRENT LIABILITIES</b>		<u>49,357,760</u>	<u>47,716,908</u>
<b>NON-CURRENT LIABILITIES</b>			
Trade and other payables	12	2,973,013	-
Provisions	15	112,534	68,685
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>3,085,547</u>	<u>68,685</u>
<b>TOTAL LIABILITIES</b>		<u>52,443,307</u>	<u>47,785,593</u>
<b>NET ASSETS</b>		<u>99,429</u>	<u>224,793</u>
<b>EQUITY</b>			
Issued capital	16	10	10
Retained earnings		99,419	224,783
<b>TOTAL EQUITY</b>		<u>99,429</u>	<u>224,793</u>

The accompanying notes form part of these financial statements.

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2023**

	Note	Share Capital Ordinary	Retained Earnings	Total
		\$	\$	\$
<b>Balance at 1 July 2021</b>		10	298,224	298,234
Profit attributable to equity holders		-	926,559	926,559
Dividends paid or provided for	7	-	(1,000,000)	(1,000,000)
<b>Balance at 30 June 2022</b>		10	224,783	224,793
<b>Balance at 1 July 2022</b>		10	224,783	224,793
Profit attributable to equity holders		-	1,024,636	1,024,636
Dividends paid or provided for	7	-	(1,150,000)	(1,150,000)
<b>Balance at 30 June 2023</b>		10	99,419	99,429

The accompanying notes form part of these financial statements.



**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2023**

	Note	2023 \$	2022 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		15,020,160	14,628,792
Payments to suppliers and employees		(14,388,058)	(13,447,099)
Interest received		646,692	332,158
COVID-19 support grant received		59,473	-
Income tax paid		(406,038)	(315,423)
Net cash provided by operating activities	20	<u>932,229</u>	<u>1,198,428</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	11	(113,526)	(309,108)
Net loan repayments from related parties		(215,748)	183,283
Investment in financial assets	10	-	(1,000,000)
Net cash used in investing activities		<u>(329,274)</u>	<u>(1,125,825)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Accommodation bonds		1,716,510	421,715
Net cash provided by financing activities		<u>1,716,510</u>	<u>421,715</u>
Net increase in cash held		2,319,465	494,318
Cash and cash equivalents at beginning of financial year		9,122,682	8,628,364
Cash and cash equivalents at end of financial year	8	<u>11,442,147</u>	<u>9,122,682</u>

The accompanying notes form part of these financial statements.

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

These financial statements and notes represent those of Regents Garden Group Pty Ltd. Regents Garden Group Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

**Note 1 Summary of Significant Accounting Policies**

**Basis of Preparation**

The general purpose financial statements – simplified disclosures have been prepared in accordance with *Part 4 of the Accountability Principles 2014*, Australian Accounting Standards and other authoritative pronouncements issued by the Australian Accounting Standards Board (“AASB”), and comply with other requirements of the law. The financial statements comprise Regents Garden Group Pty Ltd (“the company”) as an individual for-profit entity.

*Historical cost convention*

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, investment properties and certain classes of property, plant and equipment.

*Critical accounting estimates*

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 1(n).

**Statement of compliance**

The company does not have ‘public accountability’ as defined in AASB 1053 *Application of Tiers of Australian Accounting Standards* and is therefore eligible to apply the ‘Tier 2’ reporting framework under Australian Accounting Standards.

The financial statements comply with the disclosure, recognition and measurement requirements of Australian Accounting Standards, the presentation requirements in those Standards as modified by AASB 1060 *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*. Accordingly, the financial statements comply with Australian Accounting Standards – Simplified Disclosures.

Registered office:  
Level 2, 179 St Georges Terrace, Perth WA 6000

Principal place of business:  
495 Marmion Street, Booragoon WA 6154

**Financial Position**

The company reported a profit after tax of \$1,024,636 for the financial year ended 30 June 2023 (2022: \$926,559) and an excess of current liabilities over current assets of \$32,956,820 as at that date (2022: \$33,895,442). Working capital included \$11,442,147 of cash and cash equivalents and \$46,427,727 of Refundable Accommodation Bonds (“RADs”). The RADs have been classified as current liabilities as they are repayable within 14 days of a resident’s departure. Management monitors the trend in RAD receipts and payments and expects one third of RADs to be repaid in the next 12 months expected to be funded through RADs from new residents and the company’s cash holdings.

The company also has a liquidity management strategy to ensure that the company has sufficient liquid funds to enable it to refund RADs expected to fall due in the next 12 months. As part of determining the liquidity management strategy, the company has set a minimum balance of liquid funds the company needs to maintain. The cash balance at 30 June 2023 exceeded the minimum balance stipulated by the liquidity management strategy.

Based on the matters above, management believe it is appropriate to prepare the financial report on a going concern basis which contemplates the realisation of its assets and the extinguishment of its liabilities in the normal course of business and at the amounts stated in the financial report.

**(a) Significant Accounting Policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, except as disclosed. Certain comparative amounts have been reclassified to conform with the current year’s presentation.

**(b) Income Tax**

The income tax expense/(income) for the year comprises current income tax expense/(income) and deferred tax expense/(income).

Current income tax expense charged to profit or loss is the tax payable on taxable income for the current period. Current tax liabilities/(assets) are measured at the amounts expected to be paid to/(recovered from) the relevant taxation authority using tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense/(income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss or arising from a business combination.

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

**Note 1 Summary of Significant Accounting Policies (continued)**

**(b) Income Tax (continued)**

A deferred tax liability shall be recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from: (a) the initial recognition of goodwill; or (b) the initial recognition of an asset or liability in a transaction which: (i) is not a business combination; and (ii) at the time of the transaction, affects neither accounting profit nor taxable profit/(tax loss).

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (i) a legally enforceable right of set-off exists; and (ii) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities, where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

**(c) 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 losses.

**Property**

Freehold land and buildings are shown at cost less accumulated depreciation and any impairment losses.

**Plant and equipment**

Plant and equipment are measured on the cost basis less accumulated depreciation and impairment losses.

**Depreciation**

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a straight-line basis or a reducing balance basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Buildings	2.5% - 30%
Plant and equipment	7.5% - 75%
Software licence	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss when the item is derecognised.

**(d) Accommodation bonds**

Accommodation bonds are measured at the principal amount less retention amounts. They are classified as current liabilities because the company does not have an unconditional right to defer settlements for greater than 12 months.

**(e) Financial Instruments**

**Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied as specified in AASB 15.63.

**Note 1 Summary of Significant Accounting Policies (continued)**

**(e) Financial Instruments (continued)**

**Classification and subsequent measurement**

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss.

On the basis of the two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset is subsequently measured at amortised cost when it meets the following conditions:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset is subsequently measured at fair value through other comprehensive income when it meets the following conditions:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

*Financial liabilities*

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit and loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3 applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense over in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if it is:

- incurred for the purpose of repurchasing or repaying in the near term;
- part of a portfolio where there is an actual pattern of short-term profit taking; or
- a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in an effective hedging relationship).

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

A financial liability cannot be reclassified.

*Ordinary shares*

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

Regular way purchases and sales of financial assets are recognised and derecognised at settlement date in accordance with the company's accounting policy.

REGENTS GARDEN GROUP PTY LTD  
ABN: 45 009 111 193  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

**Note 1 Summary of Significant Accounting Policies (continued)**

**(e) Financial Instruments (continued)**

**Derecognition**

*Derecognition of financial liabilities*

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

*Derecognition of financial assets*

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the company no longer controls the asset (i.e. it has no practical ability to make unilateral decisions to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

**(f) Impairment**

**(i) Impairment of Non-Financial Assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external and internal sources of information. If such an indication exists, an impairment test is carried out on the cash generating assets which the assets belong to by comparing the recoverable amount of the cash generating unit ("CGU") to which that asset belongs (the group of assets that generating cash which are independent from other assets), being the higher of the CGU's fair value less costs to sell and value in use to the CGU's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss.

**(ii) Impairment of Financial Assets**

The company uses forward-looking information to recognise expected credit losses – the expected credit loss (ECL) model.

Recognition of credit losses is no longer dependent on the company first identifying a credit loss event. Instead the company considers a broader range of information when assessing credit risk and measuring expected credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

*Trade and other receivables*

The company makes use of the simplified approach in accounting for trade and other receivables and records a loss allowance for lifetime expected credit losses. These are the expected shortfalls in contractual cash flows, considering the potential for default at any point during the life of the financial instrument.

**(g) 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 settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy any vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that approximate the expected timing of cash flows.

**(h) Provisions**

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(i) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

REGENTS GARDEN GROUP PTY LTD  
ABN: 45 009 111 193  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

**Note 1 Summary of Significant Accounting Policies (continued)**

**(j) Revenue and Other Income**

Revenue from the provision of Aged Care services including fees from residents and related income from the Government and management fee is measured at the transaction price received or receivable (which excludes estimates of variable consideration) allocated to the performance obligation satisfied and represents amounts receivable for services provided in the normal course of business, net of discounts and GST.

Government revenue comprises basic subsidy amounts calculated in accordance with the Aged Care Funding Instrument (ACFI), accommodation supplements, funding for short-term 'respite' residents and other Government income. Revenue from the Government, in the form of subsidies for the provision of aged care services, is recognised over the period services are provided.

Interest revenue is recognised on an amortised cost basis.

Accommodation bond retentions are recognised on a straight-line basis over the resident's period of stay, for a maximum of five years, at the amounts as prescribed by the Department of Health and Ageing.

COVID-19 support grant revenue from the Government is recognised in the period which it applies when the right to receive payment is established. Where the amount is unknown, is recognised in the next period or on receipt.

All revenue is stated net of the amount of goods and services tax.

**(k) Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(l) Goods and Services Tax (GST)**

Revenues, expenses and assets (excluding receivables and payables) are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(m) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where the company has retrospectively applied an accounting policy, made a retrospective restatement of items in the financial statements or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

**(n) Critical Accounting Estimates and Judgements**

The preparation of financial statements requires management to make judgement, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

REGENTS GARDEN GROUP PTY LTD  
 ABN: 45 009 111 193  
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

**Note 1 Summary of Significant Accounting Policies (continued)**

**(n) Critical Accounting Estimates and Judgements (Continued)**

**(i) Estimation of Useful Lives of Assets**

Useful lives and residual value of property, plant and equipment are reviewed annually. Judgement is applied in determining the useful lives of property, plant and equipment. Any reassessment of useful lives and residual value in a particular year will affect depreciation and amortisation expense (either increasing or decreasing) from the date of reassessment through to the end of the reassessed useful life for both the current and future years.

Useful lives of intangible assets with finite lives are reviewed annually. Any reassessment of useful lives in a particular year will affect the amortisation expense (either increasing or decreasing) through to the end of the reassessed useful life for both the current and future years.

**(ii) Long Service Leave**

Management judgement is applied in determining the following key assumptions used in the calculation of long service leave at reporting date:

- future increase in salaries and wages;
- future on cost rates; and
- experience of employee departures and period of service.

**(o) Application of New and Amended Accounting Standards and Interpretations Adopted**

For the year ended 30 June 2023, the company has reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2022. None of new or amended standards have had a material impact on the company's financial statements.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**Note 2 Revenue and Other Income**

	2023	2022
	\$	\$
Services revenue:		
— government income	6,467,977	6,656,783
— contracts with customers	4,814,108	4,300,152
Total services revenue	11,282,085	10,956,935
Other income:		
— dividend 7A interest income	502,262	376,136
— net inter entity interest received	128,739	-
— bond interest received	422,751	292,492
— bank interest received	224,774	40,806
Total interest income	1,278,526	709,434
— management fees received	3,650,400	3,535,200
— fair value gain on financial assets	13,248	-
— rent received	-	69
— COVID-19 support grant income	90,277	62,700
— sundry income	14,938	4,159
Total other income	5,047,389	4,311,562
Total services revenue and other income	16,329,474	15,268,497

**Note 3 Employee Benefits Expense**

	2023	2022
	\$	\$
Employee benefits expense		
— wages and salary	9,716,192	9,094,264
— contribution to superannuation	1,023,649	910,819
— increase in liability for provisions for employee entitlements	66,749	29,626
Total employee benefits expense	10,806,590	10,034,709

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

**Note 4 Tax Expense**

	2023	2022
	\$	\$
(a) The components of tax expense comprise:		
— Current tax	487,957	374,487
— Deferred tax	(46,971)	25,669
	440,986	400,156
(b) The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax as follows:		
Prima facie tax payable on profit from ordinary activities before income tax at 30% (2022: 30%)	439,688	398,016
Add:		
Tax effect of:		
— other non-allowable items	1,298	2,140
Income tax attributable to company	440,986	400,156
The weighted average effective tax rates are as follows:	30.1%	30.2%

**Note 5 Key Management Personnel Compensation**

No remuneration was paid by the company to the Key Management Personnel.

**Note 6 Auditor's Remuneration**

	2023	2022
	\$	\$
Remuneration of the auditor for:		
— auditing the financial statements	13,303	11,223
	13,303	11,223

**Note 7 Dividends**

	2022	2021
	\$	\$
Dividend declared	1,150,000	1,000,000
Declared fully franked ordinary dividend at the tax rate of 30% (2022: 30%).		
Balance of franking account at 30 June	357,035	443,855

**Note 8 Cash and Cash Equivalents**

	2023	2022
	\$	\$
CURRENT		
Cash on hand	1,210	1,210
Short-term bank deposits	11,440,937	9,121,472
	11,442,147	9,122,682



**REGENTS GARDEN GROUP PTY LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

**Note 9 Trade and Other Receivables**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Trade receivables	414,674	389,768
Related party loans - current	3,319,424	3,028,903
COVID-19 support grant receivable	93,504	62,700
GST receivable	62,613	148,643
Accrued income	1,973	1,140
Total current trade and other receivables	<b>3,892,188</b>	<b>3,631,154</b>
<b>NON-CURRENT</b>		
Related party loans - non-current	23,960,169	21,800,754
Total non-current trade and other receivables	<b>23,960,169</b>	<b>21,800,754</b>

**Note 10 Financial Assets**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Money market term deposit	1,000,000	1,000,000
<b>NON-CURRENT</b>		
Capital Notes Investment - opening balance	723,600	756,000
Fair value gain/(loss) recognised in the profit or loss	13,248	(32,400)
	<b>736,848</b>	<b>723,600</b>

The money market term deposit is a financial asset which bears interest of 4.5% p.a. and has a maturity date of 14 December 2023.

The Capital Notes Investment are financial assets listed on the Australian Securities Exchange (ASX) and are measured at fair value through profit or loss in accordance with AASB 9 *Financial Instruments*. The fair value at reporting date is based on the quoted market price of the Capital Notes on the ASX at reporting date.

**Note 11 Property, Plant and Equipment**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>LAND AND BUILDINGS</b>		
Freehold land - at cost	5,182,822	5,182,822
Buildings - at cost	11,982,645	11,982,645
Kelmscott construction costs	57,906	57,906
Buildings - accumulated depreciation	(6,873,749)	(6,673,123)
Property improvements - at cost	168,877	168,877
Property improvements - accumulated depreciation	(58,740)	(32,261)
Total buildings	5,276,939	5,504,044
Total land and buildings	<b>10,459,761</b>	<b>10,686,866</b>
<b>PLANT AND EQUIPMENT</b>		
Plant and equipment - at cost	950,856	906,824
Plant and equipment - accumulated depreciation	(788,037)	(730,416)
	162,819	176,408
Motor vehicles - at cost	645,772	616,553
Motor vehicles - accumulated depreciation	(377,503)	(327,820)
	268,269	288,733
Total plant and equipment	<b>431,088</b>	<b>465,141</b>
Software licence - at cost	28,000	28,000
Software licence - accumulated depreciation	(19,592)	(13,992)
Total software	<b>8,408</b>	<b>14,008</b>
Total property, plant and equipment	<b>10,899,257</b>	<b>11,166,015</b>

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

**Note 11 Property, Plant and Equipment (continued)**

**Movements in carrying amounts**

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

	Freehold Land	Buildings	Plant and Equipment	Motor vehicles	Software	Total
	\$	\$	\$	\$	\$	\$
Balance at 1 July 2021	5,182,822	5,585,729	177,024	260,736	19,608	11,225,919
Additions	-	150,047	59,978	99,083	-	309,108
Disposals	-	-	-	(427)	-	(427)
Depreciation expense	-	(231,732)	(60,594)	(70,659)	(5,600)	(368,585)
Carrying amount at 30 June 2022	<u>5,182,822</u>	<u>5,504,044</u>	<u>176,408</u>	<u>288,733</u>	<u>14,008</u>	<u>11,166,015</u>
Additions	-	-	44,032	69,494	-	113,526
Disposals	-	-	-	(24,795)	-	(24,795)
Depreciation expense	-	(227,105)	(57,621)	(65,163)	(5,600)	(355,489)
Carrying amount at 30 June 2023	<u>5,182,822</u>	<u>5,276,939</u>	<u>162,819</u>	<u>268,269</u>	<u>8,408</u>	<u>10,899,257</u>

**Note 12 Trade and Other Payables**

	2023	2022
	\$	\$
<b>CURRENT</b>		
Trade payables	434,825	423,191
Payroll liabilities	207,263	279,423
Accrued expenses	322,192	297,887
Loans from related parties	-	219,826
Income in advance	97,643	22,073
	<u>1,061,923</u>	<u>1,242,400</u>
<b>NON-CURRENT</b>		
Loans from related parties	2,973,013	-
	<u>2,973,013</u>	<u>-</u>

**Note 13 Accommodation bonds**

	2023	2022
	\$	\$
<b>CURRENT</b>		
Accommodation bonds	46,427,727	44,711,217
Total accommodation bonds	<u>46,427,727</u>	<u>44,711,217</u>

Accommodation bonds are classified as current liabilities because the company does not have an unconditional right to defer settlements for greater than 12 months. History shows that on average a resident in the facility will stay 3 years. Management expects to repay \$15.5 million of bonds in the next 12 months expected to be funded by bonds paid by incoming residents and cash reserves.

**Note 14 Tax (Liabilities)/Assets**

	2023	2022
	\$	\$
<b>CURRENT</b>		
Income tax payable	(249,387)	(167,468)
Total	<u>(249,387)</u>	<u>(167,468)</u>
<b>NON-CURRENT</b>		
Deferred tax assets	545,522	498,551
Total	<u>545,522</u>	<u>498,551</u>

	Opening Balance	Temporary Differences	Closing Balance
	\$	\$	\$
<b>Deferred tax assets</b>			
Provisions - employee benefits	490,465	8,887	499,352
Other	33,755	(34,566)	(801)
<b>Balance as at 30 June 2022</b>	<u>524,220</u>	<u>(25,669)</u>	<u>498,551</u>
Provisions - employee benefits	499,352	113,693	613,045
Other	(801)	(66,722)	(67,523)
<b>Balance as at 30 June 2023</b>	<u>498,551</u>	<u>46,971</u>	<u>545,522</u>

**REGENTS GARDEN GROUP PTY LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

<b>Note 15</b>	<b>Provisions</b>	<b>2023</b>	<b>2022</b>
		<b>\$</b>	<b>\$</b>
	<b>CURRENT</b>		
	Provision for annual leave	1,131,180	1,136,647
	Provision for long service leave - current	487,543	459,176
	Total current employee benefits	<u>1,618,723</u>	<u>1,595,823</u>
	<b>NON-CURRENT</b>		
	Provision for long service leave - non-current	112,534	68,685
	Total non-current employee benefits	<u>112,534</u>	<u>68,685</u>
	<b>Analysis of Provisions</b>		
	<b>CURRENT</b>		
	Employee Benefits		
	Opening balance at 1 July	1,595,823	1,529,308
	Movement during the year	22,900	66,515
	Balance at 30 June	<u>1,618,723</u>	<u>1,595,823</u>
	<b>NON-CURRENT</b>		
	Employee Benefits		
	Opening balance at 1 July	68,685	105,574
	Movement during the year	43,849	(36,889)
	Balance at 30 June	<u>112,534</u>	<u>68,685</u>

**Provision for employee benefits**

A provision has been recognised for employee entitlements relating to long service leave for employees. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been discussed in Note 1(g).

<b>Note 16</b>	<b>Issued Capital</b>	<b>2023</b>	<b>2022</b>
		<b>\$</b>	<b>\$</b>
	10 (2022:10) fully paid ordinary shares	10	10
		<u>10</u>	<u>10</u>
	<b>Ordinary Shares</b>		
		<b>2023</b>	<b>2022</b>
		<b>No</b>	<b>No</b>
	At the beginning of the year	10	10
	At the end of the year	<u>10</u>	<u>10</u>

**Note 17**      **Capital and Leasing Commitments**

No capital or leasing commitments existed at 30 June 2023 and at 30 June 2022.

**Note 18**      **Contingent Liabilities and Contingent Assets**

No contingent liabilities or contingent assets existed at 30 June 2023 and at 30 June 2022.

**REGENTS GARDEN GROUP PTY LTD**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023**

**Note 19 Segment Reporting**

The company operates three business segments or functions:

- Management Facility: Revenue is charged to the Regents facilities.
- Residential Aged Care Facility: Revenue is statutory based and regulated fees are charged for occupancy.
- Kelmscott: Rent is charged to an outside party.

	<b>Management</b>	<b>Aged Care</b>	<b>Kelmscott</b>	<b>Total</b>
	<b>2023</b>	<b>2023</b>	<b>2023</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Management fees	3,650,400	-	-	3,650,400
Resident fees	-	4,814,108	-	4,814,108
Department fees	-	6,467,977	-	6,467,977
Interest received	-	1,278,526	-	1,278,526
Other	5,953	112,510	-	118,463
<b>Total Revenue and Other Income</b>	<b>3,656,353</b>	<b>12,673,121</b>	<b>-</b>	<b>16,329,474</b>
Employee benefits expenses	3,717,199	7,089,391	-	10,806,590
Depreciation	98,661	256,828	-	355,489
Other	438,578	3,243,784	19,411	3,701,773
<b>Total Expenses</b>	<b>4,254,438</b>	<b>10,590,003</b>	<b>19,411</b>	<b>14,863,852</b>
Profit before income tax	(598,085)	2,083,118	(19,411)	1,465,622
Income tax expense	-	(440,986)	-	(440,986)
<b>Net Profit/(Loss) after tax</b>	<b>(598,085)</b>	<b>1,642,132</b>	<b>(19,411)</b>	<b>1,024,636</b>
Total Current Assets	106,615	16,291,138	3,187	16,400,940
Total Non-current Assets	(1,113,022)	35,207,819	2,046,999	36,141,796
<b>Total Assets</b>	<b>(1,006,407)</b>	<b>51,498,957</b>	<b>2,050,186</b>	<b>52,542,736</b>
Total Current Liabilities	1,935,398	47,119,708	302,654	49,357,760
Total Non-current Liabilities	32,577	3,052,970	-	3,085,547
<b>Total Liabilities</b>	<b>1,967,975</b>	<b>50,172,678</b>	<b>302,654</b>	<b>52,443,307</b>
<b>Total Net Assets/(Liabilities)</b>	<b>(2,974,382)</b>	<b>1,326,279</b>	<b>1,747,532</b>	<b>99,429</b>
	<b>2022</b>	<b>2022</b>	<b>2022</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Management fees	3,535,200	-	-	3,535,200
Resident fees	-	4,300,152	-	4,300,152
Department fees	-	6,656,783	-	6,656,783
Interest received	-	709,434	-	709,434
Other	-	66,859	69	66,928
<b>Total Revenue and Other Income</b>	<b>3,535,200</b>	<b>11,733,228</b>	<b>69</b>	<b>15,268,497</b>
Employee benefits expenses	3,231,497	6,803,212	-	10,034,709
Depreciation	100,388	268,197	-	368,585
Other	369,464	3,075,563	93,461	3,538,488
<b>Total Expenses</b>	<b>3,701,349</b>	<b>10,146,972</b>	<b>93,461</b>	<b>13,941,782</b>
Profit before income tax	(166,149)	1,586,256	(93,392)	1,326,715
Income tax expense	-	(400,156)	-	(400,156)
<b>Net Profit/(Loss) after tax</b>	<b>(166,149)</b>	<b>1,186,100</b>	<b>(93,392)</b>	<b>926,559</b>
Total Current Assets	372,434	13,446,337	2,695	13,821,466
Total Non-current Assets	(813,263)	32,955,182	2,047,001	34,188,920
<b>Total Assets</b>	<b>(440,829)</b>	<b>46,401,519</b>	<b>2,049,696</b>	<b>48,010,386</b>
Total Current Liabilities	1,956,886	45,477,273	282,749	47,716,908
Total Non-current Liabilities	11,076	57,609	-	68,685
<b>Total Liabilities</b>	<b>1,967,962</b>	<b>45,534,882</b>	<b>282,749</b>	<b>47,785,593</b>
<b>Total Net Assets/(Liabilities)</b>	<b>(2,408,791)</b>	<b>866,637</b>	<b>1,766,947</b>	<b>224,793</b>

REGENTS GARDEN GROUP PTY LTD  
 ABN: 45 009 111 193  
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

**Note 20 Cash Flow Information**

	2023	2022
	\$	\$
<b>Reconciliation of cash flows from operating activities with profit after income tax</b>		
Net profit after tax	1,024,636	926,559
Non-cash flows in profit		
— depreciation	355,489	368,585
— loss on disposal of motor vehicle	24,795	427
— related party loan interest including division 7A interest	(631,001)	(376,136)
— fair value (gain)/loss on financial asset	(13,248)	32,400
Changes in assets and liabilities		
— decrease in trade and other receivables	29,487	38,458
— decrease/(increase) in other assets	1,025	(22,653)
— (increase)/decrease in deferred tax assets	(46,971)	25,669
— (decrease)/increase in trade and other payables	39,349	116,429
— increase in income tax payable	81,919	59,064
— increase in provisions	66,749	29,626
Net cash provided by operating activities	932,229	1,198,428

**Note 21 Events After the Reporting Period**

There have not been any matters or circumstances that have arisen since the end of the reporting date, that have significantly affected, or may significantly affect, the operations of the entity, the results of those operations, or the state of affairs of the entity in future financial years.

**Note 22 Related Party Transactions**

The ultimate controlling entity is the Limo Family Trust.

**Transactions with related parties:**

	2023	2022
	\$	\$
(a) The company received management fees from Regents Garden Lake Joondalup, a related entity.	720,000	720,000
(b) The company received management fees from Regents Garden Unit Trust, a related entity.	720,000	604,800
(c) The company received management fees from Regents Garden Aubin Grove Unit Trust, a related entity.	734,400	734,400
(d) The company received management fees from Regents Garden Scarborough Pty Ltd, a related entity.	756,000	756,000
(e) The company received interest from the Limo Family Trust. The interest received is in accordance with Division 7A of the 1997 ITAA.	502,262	322,381
(f) Accounting fees paid to Flinders Accountants, a company where Michael G Collins is also a director.	24,796	19,728
(g) Regents Garden Aubin Grove Unit Trust received loans from the company. These loans are in accordance with Division 7A of the 1997 ITAA.	15,622	13,928
(h) Regents Garden Lake Joondalup Pty Ltd received loans from the company. These loans are unsecured and subject to the Facility Loan agreements, with interest applicable.	13,909,984	11,920,982
(i) Limo Family Trust as shareholder received loans from the company. These loans are in accordance with Division 7A of the 1997 ITAA.	13,232,031	12,892,337

REGENTS GARDEN GROUP PTY LTD  
 ABN: 45 009 111 193  
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

**Note 22 Related Party Transactions (continued)**

**Transactions with related parties (continued):**

	2023	2022
	\$	\$
(j) Regents Garden Unit Trust received loans from/(made loans to) the company. The loan is interest free, unsecured and may be subject to future Facility Loan agreements.	121,955	(219,825)
(k) Regents Scarborough Pty Ltd (made loans to)/received loans from the company. These loans are unsecured and subject to the Facility Loan agreements, with interest applicable.	(2,973,012)	2,409

The company applies the AASB 9 simplified model of recognising lifetime expected credit losses for all amounts due from related parties as these items do not have a significant financing component.

The company considers that all the loans to related parties are not impaired for each of the reporting dates. None of the company's loans to related parties are secured by collateral.

**Note 23 COVID-19 Costs**

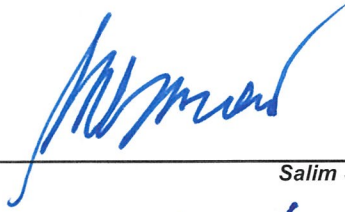
	2023	2022
	\$	\$
<b>Additional COVID-19 spending</b>		
General medical - Hand sanitizers, gowns, wipes, vinyl gloves, face masks, etc	3,028	21,124
Additional labour and agency costs	96,923	41,212
Other costs	388	7,024
	100,339	69,360

**REGENTS GARDEN GROUP PTY LTD**  
**ABN: 45 009 111 193**  
**DIRECTORS' DECLARATION**

In accordance with a resolution of the directors of Regents Garden Group Pty Ltd, the directors of the company declare that:

1. The financial statements and notes, as set out on pages 4 to 20, are in accordance with the Corporations Act 2001 and:
  - (a) comply with Australian Accounting Standards - comply with Australian Accounting Standards - Simplified Disclosures and other mandatory professional reporting requirements; and
  - (b) give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date of the company.
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.

Director

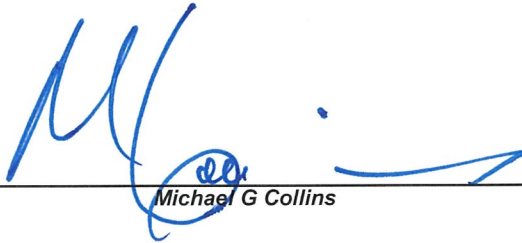


\_\_\_\_\_  
*Salim SL Lee*

Dated this

24th day of October 2023

Director



\_\_\_\_\_  
*Michael G Collins*

Dated this

24th day of October 2023

## Independent Auditor's Report to the Members of the Regents Garden Group Pty Ltd trading as Regents Garden Four Seasons Residential Care Booragoon and the Secretary, Department of Health and Aged Care

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Regents Garden Group Pty Ltd (the Company), which comprises the statement of financial position as at 30 June 2023, the statement of 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 other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of the Company, is in accordance with the *Corporations Act 2001* and *Part 4 of the Accountability Principles 2014*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities, the *Corporations Regulations 2001* and *Part 4 of the Accountability Principles 2014*.

#### 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 (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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



## Responsibilities of the 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 in accordance with Australian Accounting Standards – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the *Corporations Act 2001, Part 4 of the Accountability Principles 2014* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the ability of the Company 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 has no realistic alternative but to do so.

## Auditor's Responsibilities for the Audit of the Financial Report

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

A further description of our responsibilities for the audit of these financial statements is located at the Auditing and Assurance Standards Board website at:

[http://www.auasb.gov.au/auditors\\_responsibilities/ar8.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar8.pdf)

This description forms part of our independent auditor's report.

*William Buck*

**William Buck Audit (WA) Pty Ltd**  
ABN 67 125 012 124

*Amar Nathwani*

Amar Nathwani  
**Director**

Dated this 24<sup>th</sup> day of October 2023