

Moranbah Early Learning Centre Pty Ltd
A.C.N. 154 322 308

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The Financial Statements of the Moranbah Early Learning Centre Pty Ltd are special purpose financial reports prepared in accordance with the prescribed requirements per Note 1 of the financial statements.

Moranbah Early Learning Centre Pty Ltd
A.C.N. 154 322 308

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:

Mrs Anne Michelle Baker
Mrs Melissa Anne Westcott
Mrs Kelly Maree Vea Vea
Mr Simon West (Appointed 8th March 2023)

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 income of the company for the financial period after providing for income tax amounted to a profit of \$255,185. (2022: \$38,481).

Significant changes in the State of Affairs

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

Principal Activities

The principal activities of the company during the financial period were the operation of a child care facility and provision of Outside School Hours Care (OSHC).

Events Subsequent to the End of the Reporting Period

No events have occurred subsequent to the end of the reporting period up to the date of this report which impact up on amounts recognised or disclosures made within the financial statements.

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

There were no dividends paid throughout the year.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

No shares were issued during or since the end of the year as a result of the exercise of an option over unissued shares or interests.

Moranbah Early Learning Centre Pty Ltd
A.C.N. 154 322 308

DIRECTORS' REPORT

Indemnification of Officers

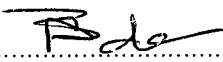
No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.


Proceedings on Behalf of the Company

No person has applied for leave of court to bring proceedings on behalf of the company or 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 any part of those proceedings.

The company was not a party to any such proceedings during the period.

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

Director:..... 
Mrs Anne Baker

Director:..... 
Mrs Kelly Veava

Dated this 13th day of December, 2023.

Moranbah Early Learning Centre Pty Ltd
Statement of Comprehensive Income
For the year ended 30th June 2023

	Notes	2023 \$	2022 \$
Income			
Revenues			
Childcare Fees		1,762,588	1,655,980
Government Assistance		1,510,080	1,118,540
Grants and Donations		156,202	148,531
Reimburse Paid Parental Leave		11,374	-
Total income		<u>3,440,244</u>	<u>2,923,051</u>
Expenses			
Centre Purchases	3	160,014	176,806
Administration and Consulting Fees	2	366,529	427,755
Interest	4	5,805	2,142
Salaries and Wages	5	2,126,198	1,839,391
Depreciation Expense		50,018	50,254
Other Operating Costs		476,495	388,222
Total expenses		<u>3,185,059</u>	<u>2,884,570</u>
Operating Surplus		<u>255,185</u>	<u>38,481</u>
Total comprehensive income		<u>255,185</u>	<u>38,481</u>

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes

Moranbah Early Learning Centre Pty Ltd
Statement of Financial Position
As at 30 June 2023

	Notes	2023 \$	2022 \$
Current assets			
Cash at Bank	6	900,240	687,103
Receivables	7	48,186	48,852
Total current assets		948,426	735,955
Non current assets			
Property, Plant and Equipment	8	421,282	460,949
Total non current assets		421,282	460,949
Total assets		1,369,708	1,196,904
Current liabilities			
Payables	9	63,604	84,240
Payroll Liabilities	10	217,305	204,294
Unsecured Loan	11	95,686	95,168
Total current liabilities		376,595	383,702
Non current liabilities			
Unsecured Loan	11	369,268	459,667
Payroll Liabilities	10	37,054	21,929
Total non current liabilities		406,322	481,596
Total liabilities		782,917	865,298
Net Assets		586,791	331,606
Equity			
Issued Capital	12	10	10
Retained Earnings		331,596	293,115
Current Year Operating Surplus		255,185	38,481
Net equity		586,791	331,606

The Statement of Financial Position should be read in conjunction with the accompanying notes

Moranbah Early Learning Centre Pty Ltd
Statement of Changes in Equity
For the year ended 30th June 2023

	Issued Capital	Retained Profits/ (Accumulated Losses)	Total
	\$	\$	\$
Balance at 1 July 2021	10	293,115	293,125
Operating Surplus	-	38,481	38,481
Balance as at 30 June 2022	10	331,596	331,606

	Issued Capital	Retained Profits/ (Accumulated Losses)	Total
	\$	\$	\$
Balance at 1 July 2022	10	331,596	331,606
Operating Surplus	-	255,185	255,185
Balance as at 30 June 2023	10	586,781	586,791

Moranbah Early Learning Centre Pty Ltd
Statement of Cash Flows
For the year ended 30th June 2023

	Notes	2023 \$	2022 \$
Cash flows from operating activities			
Inflows			
Receipts from Customers		1,774,531	1,655,045
Grants		156,202	148,531
Government Assistance		1,510,080	1,118,540
Reimburse Paid Parental Leave		11,374	-
GST Collected		15,180	10,977
Outflows			
Payment to Suppliers and Employees		(3,071,203)	(2,729,866)
Interest Paid		(5,805)	(2,279)
GST Paid		(76,991)	(84,652)
Net cash provided by/(used in) operating activities	13	313,368	116,296
Cash flows from investing activities			
Outflows			
Payments for Property Plant and Equipment		(10,350)	(15,354)
Net cash provided by/(used in) investing activities		(10,350)	(15,354)
Cash flows from financing activities			
Outflows			
Repayments of borrowings		(89,881)	(93,026)
Net cash provided by/(used in) financing activities		(89,881)	(93,026)
Total increase in cash		213,137	7,916
Cash at beginning of financial year		687,103	679,187
Cash at end of financial year	6	900,240	687,103

Moranbah Early Learning Centre Pty Ltd
Notes to and forming part of the Financial Statements
For the year ended 30th June 2023

1. Summary of Significant Accounting Policies

(a) Basis of Preparation

The directors have determined that the company is not a reporting entity on the basis that, in the opinion of the directors, there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy, specifically, all of their information needs. Accordingly, this financial report is a special purpose financial report, which has been prepared to satisfy the Australian Charities and Not-for-profits Commission Act 2012 (the Act).

The financial report has been prepared in accordance with the Act, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of the following standards:

- AASB 101 Presentation of Financial Statements
- AASB 107 Statement of Cashflows
- AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors
- AASB 1048 Interpretation of Standards
- AASB 1054 Australian Additional Disclosures

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

(b) New and revised accounting standards adopted during the year

There are a number of new accounting standards and pronouncements issued by the Australian Accounting Standards Board that are applicable for periods ending on or after 1 July 2022. The company has reviewed these and have determined that none of them have a material impact on the company.

(c) Revenue recognition

Childcare services

Revenue from the provision of childcare services is recognised over time, as the related services are provided.

Grants and subsidies

Where grant revenue is earned under an agreement that is enforceable and contains sufficiently specific performance obligations for the company to transfer goods or services to a third-party on the grantor's behalf, the transaction is accounted for under AASB 15 Revenue from Contracts with Customers. In this case, revenue is recognised as the performance obligations are satisfied.

Where the above conditions are not satisfied, revenue is accounted for under AASB 1058 Income of Not-for-profit Entities, whereby revenue is recognised upon receipt of the grant funding, except where the funding is received to construct or acquire a recognisable non-financial asset which will subsequently be controlled by the company. Such grants are recognised as revenue when (or as) the non-financial asset is acquired or constructed.

(d) Contract assets and contract liabilities

Where a performance obligation is satisfied by transferring a promised good or service to the customer before consideration is received or an entitlement to invoice for consideration arises under the terms of the contract/funding agreement, a contract asset is recognised, reflecting the revenue recognised to date in accordance with the accounting policy described in note 1(c).

When consideration is received in advance of performance obligations being satisfied, any excess of consideration received over revenue recorded is presented as a contract liability.

(e) Cash Assets

For the purpose of the Statement of Financial Position and the Statement of Cash Flows, 'cash assets include all cash and cheques received but not banked at 30 June as well as deposits at call with financial institutions.

(f) Receivables

Receivables are recognised initially at fair value and are subsequently measured at amortised cost less any provision for impairment. Most sales are made on the basis of normal credit terms and are not subject to interest. Where credit is extended beyond normal credit terms and is more than 12 months, receivables are discounted to their present value.

Allowance is made for expected credit losses on receivables applying the simplified approach prescribed in AASB 9. Under this approach, the company determines the allowance for credit losses for receivables on the basis of the lifetime expected credit losses of the financial asset. Lifetime expected credit losses represent the credit losses that are expected to result from default events over the expected life of the financial asset. As the company does not have a material level of receivables at 30 June 2023, no allowance for credit losses has been recognised.

The gross carrying amount of a receivable is written off (i.e., reduced directly) when the counterparty is in severe financial difficulty and the trust has no realistic expectation of recovery of the financial asset. Financial assets written off remain subject to enforcement action by the company. Recoveries, if any, are recognised in profit or loss. All known bad debts have been written off as at 30 June.

(g) Property, Plant and Equipment

Property, plant and equipment is stated at cost less accumulated depreciation and any impairment in value. Depreciation and amortisation is calculated on a straight-line basis over the estimated useful life of the asset as follows:

- Plant and equipment – 2 to 15 years and
- Improvements – Playground – 10 years.

The asset's residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate at each financial year end.

Refurbishment and extension costs relate to the expenses incurred being councils fees and charges and builder reviews to undertake the refurbishment of the centre, and are at cost on the balance sheet. It is unlikely that this project will go ahead in 2024, however once project is started these costs will be capitalised.

(h) Payables

Trade creditors are recognised on receipt of the goods or services ordered and are measured at the agreed purchase/contract price, gross of applicable trade and other discounts. Amounts owing are unsecured and are generally settled on 30 day terms.

(i) Financial Instruments

Initial Recognition and Measurement

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

Financial instruments 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 and loss immediately.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at either fair value or cost. Fair value represents the amount for which an asset could be exchanged or liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value.

(j) Taxation

The Company is registered as Income Tax Exempt under s 50.5 of the Income Tax Assessment Act 1997.

GST credits receivable from or payable to the Australian Taxation Office are recognised and accrued.

(k) Insurance

The Company's risks are insured through Qld Local Govt Mutual Liability Pool. The premium is paid as part of Isaac Regional Council's combined insurance package.

(l) Judgements and Assumptions

The Directors have made no judgements or assessments that may cause a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

(m) Comparatives

Where required by the Accounting Standards comparative figures have been adjusted to conform with changes in the presentation in the current financial period.

(n) Date of Authorisation

The financial report was authorised for issue on the date it was submitted to the Auditors for final signature. This is the date the Director's Declaration is signed.

(o) Currency

The Company uses the Australian dollar as its functional currency and its presentation currency.

(p) Leases

At the commencement date of a lease (other than leases of 12-months or less and leases of low value assets), the company recognises a right-of-use asset representing its right to use the underlying asset, and a lease liability representing its obligation to make lease payments.

Leases of 12-months or less and leases of low value assets

Lease payments made in relation to leases of 12 months or less and leases of low value assets (for which a right-of-use asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

Leases for below market value

Right-of-use assets for leases under which the fair value of the consideration payable per the lease agreement is substantially below market value (known as "peppercorn" leases) are measured at cost rather than fair value. Accordingly, no lease liabilities or right-of-use assets are recognised in respect of these leases.

(q) Rounding off of amounts

Amounts in the Financial Reports have been rounded to the nearest dollar, unless otherwise stated.

(r) Going Concern

The financial report has been prepared on a going concern basis.

(s) New Accounting Standards of Application in Future Periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The directors have decided not to early adopt any of the new and amended pronouncements. There are no such standards or interpretations expected to have a significant impact on the financial statements of the company in the period of initial application.

2. Administration and Consultants Fees

	2023 \$	2022 \$
Accountant Services	24,947	30,461
Astute Fees	268,929	306,656
Audit Fees	10,298	9,600
Consulting Fees	-	6,280
Employment Hero	2,355	10,621
Enrolment Hub	15,000	18,762
Other Professional Fees	45,000	45,375
	<u>366,529</u>	<u>427,755</u>

3. Centre purchases

Food	102,299	96,881
Art and Craft Supplies	10,133	15,235
Equipment	31,259	48,470
Nappies	4,099	2,080
Cleaning	11,868	3,796
Bus Expenses	356	10,344
	<u>160,014</u>	<u>176,806</u>

4. Interest Paid

Interest Paid is detailed below

Isaac Regional Council Purchase of Business Loan	5,805	2,142
	<u>5,805</u>	<u>2,142</u>

5. Wages & Salaries

Wages & Salaries are detailed below

Salaries & Wages	1,903,582	1,630,743
Superannuation	186,070	151,966
MRAEL - Apprentice & Trainees Expenses	22,879	17,753
Adjustment for Annual Leave	(5,769)	2,825
Adjustment of Wages	(438)	(1,741)
Adjustment of EOY Wages	5,439	30,873
Adjustment for Long Service Leave	15,125	9,821
Adjustment for RDO	(690)	(2,849)
	<u>2,126,198</u>	<u>1,839,391</u>

6. Cash at Bank

Cash at bank is detailed below

ANZ - Trading Account	899,970	686,893
ANZ - OSHC Trading Account	130	150
ANZ - BrightKids Trading Account	140	60
	<u>900,240</u>	<u>687,103</u>

7. Receivables

Receivable are detailed below

Australian Taxation Office	18,512	15,619
Fees in Arrears - MELC	20,750	10,133
Fees in Arrears - OSHC	1,552	1,447
Fees in Arrears - BrightKids	2,265	16,925
Bond - 10A Watkins	2,187	2,128
Bond - 7A Barcoo Drive	-	2,600
Bond - 12 Rose St	1,920	-
Bond - 2/51 Hannay St	1,000	-
	<u>48,186</u>	<u>48,852</u>

8. Property, Plant and Equipment

Property, Plant and Equipment are detailed below

Plant & Equipment at Cost	121,152	121,152
Accumulated Depreciation	<u>(107,690)</u>	<u>(106,455)</u>
	13,462	14,697
Improvements at Cost - Playground	487,834	487,834
Accumulated Depreciation	<u>(105,719)</u>	<u>(56,936)</u>
	382,115	430,898
Refurbishment & Extension Costs	25,705	15,354
Total Property, Plant and Equipment	<u>421,282</u>	<u>460,949</u>

9. Payables

Trade creditors are recognised upon receipt of goods and services at the invoiced amount to be paid for the goods and service.

	\$	\$
Trade Creditors	11,284	12,886
Accrued Audit Fees	12,200	12,200
Fees in Advance - MELC	18,152	33,453
Fees in Advance - OSHC	7,194	6,443
Fees in Advance - BrightKids	12,354	13,685
ANZ Credit Card	<u>2,420</u>	<u>5,573</u>
	<u>63,604</u>	<u>84,240</u>

10. Payroll Liabilities

Payroll Liabilities are held for accrued wages and employee entitlements

Current Liabilities

PAYG	29,450	57,119
Superannuation Payable	42,137	-
Annual Leave Accrual	56,287	62,056
End of Year Wages Accrual	80,830	75,390
RDO Accrual	<u>8,601</u>	<u>9,729</u>
	<u>217,305</u>	<u>204,294</u>

Non-current Liabilities

Long Service Leave Accrual	<u>37,054</u>	<u>21,929</u>
	<u>37,054</u>	<u>21,929</u>

11. Unsecured Loan

Isaac Regional Council has made an unsecured loan to the Company. Interest is to be calculated using the Queensland Treasury Corporation indicative rates.

Current portion of Borrowings from Isaac Regional Council

Purchase of Business Structure	<u>95,686</u>	<u>95,168</u>
	<u>95,686</u>	<u>95,168</u>

Non-current portion of Borrowings from Isaac Regional Council

Purchase of Business Structure	<u>369,268</u>	<u>459,667</u>
	<u>369,268</u>	<u>459,667</u>

12. Issued Capital

10 Ordinary Shares Held	<u>10</u>	<u>10</u>
	<u>10</u>	<u>10</u>

2023
\$

2022
\$

13. Reconciliation of Operating Surplus to Net Cash provided by Operating Activities

Operating Surplus/(Deficit)	255,185	38,481
Non Cash Operating Items		
Depreciation	50,018	50,254
Change in Assets and Liabilities-		
(Increase)/Decrease in Receivables	666	(8,176)
Increase/(Decrease) in Payables	(20,637)	(9,398)
Increase/(Decrease) in Payroll Liabilities	28,136	45,135
Net cash used in operating activities	313,368	116,296

14. Contingencies

As at 30 June 2023 there were no known contingent assets or liabilities of a material nature

15. Events after Balance Date

There were no other events after balance date that impact these financial statements.

16. Related Party Transactions

MELC is 100% owned by Isaac Regional Council

Loan from Isaac Regional Council

As at 30 June 2023, the statement of financial position includes an unsecured loan of \$464,954 (2022: \$554,835) from the Isaac Regional Council. MELC must abide by the following:

- (1) The Principal sum must be repaid by 30 June 2028
- (2) The mortgagor must pay the interest on the principal sum calculated on a monthly basis
- (3) The monthly required principal and interest payment is \$7,974 (2022: \$7,931) commenced 1 July 2021. Prior to that date, interest was capitalised into the loan balance.

Interest Calculation:

Resolution 3246 of the Isaac Regional Council states that interest to be charged at a rate equal to the lowest investment rate.

Lowest Investment Rate of QTC Cash Fund in June 2023 is 1.130%

Lease of Premises from Isaac Regional Council

As per lease agreement dated 06/09/2022 MELC is to be treated like other childcare centres in the area as the building is owned by IRC and has a peppercorn lease agreement of \$1.

17. Company Details

The business address of Moranbah Early Learning Centre Pty Ltd is located at:

221-227 Mills Avenue, Moranbah, Qld, 4744.

The registered office is located at :

Grosvenor Complex, Batchelor Parade, Moranbah Qld, 4744.

Directors' Declaration
For the year ended 30th June 2023

The Directors of the Moranbah Early Learning Centre Pty Ltd declare that in their opinion:


(a) the financial statements and notes of the entity are in accordance with the subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Act 2012*, including:

- (i) giving a true and fair view of the entity's financial position as at 30 June 2023 and of its performance for the period ended on that date; and
 - (ii) complying with the basis of preparation as disclosed in note 1 to the financial statements and the *Australian Charities and Not-for-profit Commission Act 2012*
- (b) there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulations 2022*.


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

Anne Baker



Director

Kelly Veava



Director

Date

13 December 2023

INDEPENDENT AUDITOR'S REPORT

To the Members of Moranbah Early Learning Centre Pty Ltd

Opinion

I have audited the accompanying financial report of Moranbah Early Learning Centre Pty Ltd (the company).

In my opinion, the financial report:

- a) gives a true and fair view of the company's financial position as at 30 June 2023, and its financial performance and cash flows for the year then ended
- b) complies with the *Australian Charities and Not-for-profits Commission Act 2012*, the Australian Charities and Not-for-profits Commission Regulation 2022 and the financial reporting framework described in Note 1.

The financial report comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements including summaries of significant accounting policies and other explanatory information, and the directors' declaration.

Basis for opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of my report.

I am independent of the company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and with 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of matter – basis of accounting

I 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 *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Company's directors' report for the year ended 30 June 2023, but does not include the financial report and my auditor's report thereon.

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

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

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the company for the financial report

The company's directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, the Australian Charities and Not-for-profits Commission Regulation 2022 and the financial reporting framework described in Note 1, and for such internal control as the company's directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In fulfilling this responsibility, the company's directors determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The company's directors are also responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends 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

My 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 my 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 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 company.
- Conclude on the appropriateness of the company's 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. I base my conclusions on the audit evidence obtained up to the date of my 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.

I communicate with the company's directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



David Adams
as delegate of the Auditor-General

15 December 2023

Queensland Audit Office
Brisbane