
Financial Report

Ozpol Management Limited

30 June 2017

Prepared by Adrians Chartered Accountants

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Directors' Report

Ozpol Management Limited For the year ended 30 June 2017

Your directors present their report on the company for the financial year ended 30 June 2017.

Directors

The names of the directors in office at anytime during or since the end of the year are:

Irene Biedak

Zofia Prostrawska-Hess

Raymond Francis Pyzik

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 \$55,091.77.

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 to provide accommodation and related services to the elderly.

No significant change in the nature of these activities occurred during the financial 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 the State.

Dividends

No dividends have been paid or declared since the start of the financial 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.

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.

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Directors' Report

Proceedings on Behalf of 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 part of those proceedings.

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


Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is attached to this financial report.

Signed in accordance with a resolution of the board of directors:



Irene Biedak



Zofia Prostrawska-Hess

14 Dec. 2017

Auditors' Independence Declaration

Ozpol Management Limited For the year ended 30 June 2017

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017 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.

ADRIANS CHARTERED ACCOUNTANTS



James H Wheeler

Partner

Registered Company Auditor (Registration No: 10266)

Dated: 15 Dec. 2017

Income Statement

Ozpol Management Limited For the 12 months ended 30 June 2017

	Jun-17	Jun-16
Revenue		
Other income	680	1,984
Trading revenue	309,837	339,033
Total Revenue	310,517	341,017
Total income	310,517	341,017
Expenses		
Depreciation and amortisation expense	4,456	3,827
Other expenses	250,970	255,535
Total Expenses	255,425	259,363
Profit/(Loss) after income tax expense	55,092	81,655
Profit/(Loss) attributable to members of the company	55,092	81,655

Balance Sheet

Ozpol Management Limited As at 30 June 2017

	30 Jun 2017	30 Jun 2016
ASSETS		
Current Assets		
Cash and cash equivalents	50,230	17,409
Trade and other receivables	10,464	26,665
Total Current Assets	60,694	44,074
Non-Current Assets		
Property, plant and equipment	29,260	33,716
Trade and other receivables	1,304,560	1,142,847
Total Non-Current Assets	1,333,821	1,176,563
Total ASSETS	1,394,515	1,220,637
LIABILITIES		
Current Liabilities		
Goods and services tax	(1,047)	(2,106)
Trade and other payables	5,944	21,535
Total Current Liabilities	4,897	19,430
Non-Current Liabilities		
Borrowings	859,631	726,312
Total Non-Current Liabilities	859,631	726,312
Total LIABILITIES	864,528	745,742
NET ASSETS	529,987	474,895
EQUITY		
Retained Earnings	529,987	474,895
Total EQUITY	529,987	474,895

Statement of Changes in Equity

Ozpol Management Limited As at 30 June 2017

	30 Jun 2017	30 Jun 2016
Equity		
Retained earnings		
Opening retained earnings	474,895	393,241
Profit attributable to members of the company	55,092	81,655
Total Retained earnings	529,987	474,895
Total Equity	529,987	474,895

Statement of Cash Flows

Ozpol Management Limited For the year ended 30 June 2017

Cash flows from operating activities (Note 7(b))

	30-Jun-17	30-Jun-16
Plus		
Receipts from customers	300,037	295,280
Total Plus	300,037	295,280
Less		
Payments to suppliers	(105,503)	56,240
Total Less	(105,503)	56,240
Total	405,540	239,040

Cash flows from investing activities

	30-Jun-17	30-Jun-16
Less		
Payment for property, plant & equipment	-	10,319
Loans to related PBI	(161,713)	237,586
Total Less	(161,713)	247,905
Total	161,713	(247,905)

	30-Jun-17	30-Jun-16
Cash at the beginning of the year	17,409	26,274
Net (decrease)/ increase in cash	32,821	(8,865)
Cash at the end of the year	50,230	17,409

Notes to the Financial Statements

Ozpol Management Limited For the year ended 30 June 2017

1. Statement of Significant Accounting Policies

Ozpol Management Limited is a company limited by guarantee incorporated and domiciled in Australia.

The directors have prepared the financial statements of the company on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and needs of the members.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the ACNC Act and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the ACNC requirements and needs of the member.

The financial statements are prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. As required, the company has complied with the following accounting standards:

AASB 101 Presentation of Financial Statements
AASB 107 Statement of Cash Flows
AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031 Materiality
AASB 1048 Interpretation of Accounting Standards
AASB 1054 Australian Additional Disclosures

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these financial statements:

Income Tax

Income Tax

The company is a registered charity and is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

Property, Plant and Equipment

Property, plant and equipment are initially measured at cost and are depreciated over their useful lives. Depreciation commences from the time the asset is available for its intended use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount. Freehold land and buildings are carried at their recoverable amounts, based on periodic, but at least triennial, valuations by the directors. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

Trade and Other Receivables

Trade receivables are recognised at cost and are subsequently measured at cost less any provision for impairment. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. A provision for impairment is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2017. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

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Notes to the Financial Statements

Provisions

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

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue recognition relating to the provision of a service is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables in the balance sheet are shown inclusive of GST.

Leases

Lease payments are charged in the profit and loss in the period in which they are incurred.

Lease incentives are deferred and amortised over the period of the lease.

Profits and losses on sale and leaseback transactions are recognised in the reporting period in which they occur.

Government Grants

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

2. Cash and Cash Equivalents

	30-Jun-17	30-Jun-16
Bank Accounts		
Westpac general cheque account - 86-2005	46,198	9,301
Westpac management Sylvia - 83-2658	-	7,978
Total Bank Accounts	46,198	17,278

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Notes to the Financial Statements

Other Cash Items		
Cash on hand	-	131
Undeposited funds	4,032	-
Total Other Cash Items	4,032	131
Total Cash & Cash Equivalents	50,230	17,409

3. Trade and Other Receivables

	30-Jun-17	30-Jun-16
Current		
Accounts Receivable	10,464	26,665
Total Current	10,464	26,665
Non Current		
Amounts receivable from other related entities	1,304,560	1,142,847
Total Non Current	1,304,560	1,142,847
Total Receivables	1,315,024	1,169,513

4. Inventory

5. Property, Plant and Equipment

	30-Jun-17	30-Jun-16
Leasehold Improvements at cost	10,243	10,243
Accumulated amortisation of leasehold improvements	(1,311)	(1,055)
Total Leasehold Improvements	8,931	9,188
Total Land and Buildings at cost	8,931	9,188
Total Land and Buildings at fair value	8,931	9,188
Plant and Equipment		
Plant and equipment at cost	37,035	37,035
Accumulated depreciation of plant and equipment	(16,706)	(12,506)
Total Plant and Equipment	20,329	24,528
Total Property, Plant and Equipment	29,260	33,716

6. Trade and Other Payables

	30-Jun-17	30-Jun-16
Current		
Accounts Payable	231	18,673
Other payables - other creditors and accruals	5,500	-
Westpac credit card earth mastercard 7403	213	2,862
Total Current	5,944	21,535
Total Payables	5,944	21,535

7. Borrowings

	30-Jun-17	30-Jun-16
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Notes to the Financial Statements

Non Current		
Unsecured		
Accommodation bond - Nundah	970,962	810,962
Deferred retention income	(111,331)	(84,650)
Total Unsecured	859,631	726,312
Total Non Current	859,631	726,312
Total Financial Liabilities	859,631	726,312

8. Cash Flow Information

(a) Reconciliation of Cash

	30-Jun-17	30-Jun-16
Cash on hand and at bank	50,230	17,409
Total	50,230	17,409

(b) Reconciliation of Cash Flow from Operations

	30-Jun-17	30-Jun-16
Operating Profit after Income Tax	55,092	81,655
Add/(less): Depreciation and amortisation	4,455	3,827
(Increase)/decrease in trade and other debtors	16,201	(14,973)
Increase/(decrease) in trade creditors and other creditors and accruals	(14,533)	19,295
Increase/(decrease) in deferred income	133,319	149,236
Total	194,534	239,040

9. Capital and Leasing Commitments

There are no capital and leasing commitments noted.

10. Contingent Liabilities

There are no contingent liabilities noted.

11. Events after the Reporting Date

There are no after the balance sheet date events noted.

Directors Declaration

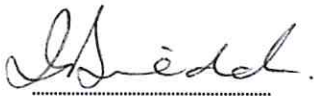
Ozpol Management Limited For the year ended 30 June 2017

The directors declare that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors declare that:

1. the financial statements and notes present fairly the company's financial position as at 30 June 2017 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. in the director's 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.

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



Irene Biedak



Zofia Prostrawska-Hess

Dated: 14 Dec - 2017

Independant Audit Report

Ozpol Management Limited For the year ended 30 June 2017

To the members of Ozpol Management Limited

Opinion

We have audited the financial report of Ozpol Management Limited, which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, statement of changes in equity and cash flow statement 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 financial report of Ozpol Management Limited has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- giving a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year then ended; and
- complying with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the registered entity in accordance 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 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 are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, and for such internal control as the 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 preparing the financial report, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.


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Independant Audit Report

- Conclude on the appropriateness of the responsible entity'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 registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

Adrians Chartered Accountants
60 Baxter Street
Fortitude Valley QLD 4006



James H Wheeler
Partner
Registered Company Auditor (Registration No: 10266)

Date: 15 Dec. 2017

Detailed Profit and Loss Statement

Ozpol Management Limited For the 12 months ended 30 June 2017

	Jun-17	Jun-16
Income		
Other rental income received - hostel income	278,129	282,678
Other rental income received - respite income	5,027	25,591
Other rental income received - retention income	26,681	30,764
Other revenue		
Other revenue	680	1,984
Total Other revenue	680	1,984
Total Income	310,517	341,017
Total Operating Income	310,517	341,017
Expenses		
Auditors' remuneration - auditing or reviewing the financial statements	5,500	4,350
Bank charges	314	329
Brokerage costs	169,389	180,373
Catering	21,892	18,874
Cleaning	2,835	3,898
Consultancy fees	5,933	5,023
Depreciation	4,456	3,827
Donations	300	-
Electricity and gas	16,446	13,188
Employee amenities	27	1,399
Gardening	25	-
Hire of plant and equipment	591	545
Insurance	2,345	6,282
Medical expenses - medical supplies	535	140
Motor vehicle expenses	1,837	1,033
Office supplies	271	151
Permits, licences and fees	763	595
Printing and stationery	79	147
Rates and taxes	2,338	2,264
Repairs and maintenance	1,964	3,216
Sundry expenses	623	2,382
Telephone and internet	1,920	1,124
Water	10,286	10,223
Workers compensation	4,758	-
Total Expenses	255,425	259,363
Net Operating Profit Before Income Tax and Adjustments	55,092	81,655
Net Operating Profit/(Loss) after Income Tax	55,092	81,655
Profit/(Loss) Attributable to Members of the Company	55,092	81,655

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