

SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD

ABN 84 119 802 372

Financial Statements

For the year ended 30 June 2017

Australian MBA Accountants Pty Ltd

MBA, FIPA, FTIA, CTA

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Directors' Report

Your director presents this report on the company for the financial year ended 30 June 2017.

Director

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

The Director has been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activities of the company during the course of the year were undertaking development for the Shaolin Temple Within the Sholhaven with a charitable purpose that is for the public benefit.

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

Operating Result

The loss of the company for the financial year after providing for income tax amounted to:

Year ended	Year ended
30 June 2017	30 June 2016
\$	\$
(334,200.65)	(229,906.83)

Significant Changes in the State of Affairs

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

After Balance Date Events

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 subsequent financial years.

Likely Development

Development Stage one – Organisation Settlement will be conducted in the FY17-18, which includes upgrading internal Comberton Grange Road, Commencement of Zen Centre development and set-up of basic living accommodation huts (Zen house quantity: 10) for monks everyday life and practice purposes.

Environmental Issues

The Company is not subject to any environmental regulation under Commonwealth or State Law.

Directors Benefits

No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest.

Indemnifying Officer or Auditor


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

Signed in accordance with a resolution of the director:

Dated this 09 November 2017

Director

DALIANG QIAN



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2017

		2017 \$	2016 \$
Income			
Interest received	1	550.28	3,394.54
Total income		<u>550.28</u>	<u>3,394.54</u>
Expenses			
Accountancy		2,130.00	3,938.46
Audit Fees		-	1,035.00
Bank Fees And Charges		300.00	330.43
Consultants fees		5,986.36	15,852.00
Contract Payment		-	150.00
Written-off	2	720.00	-
Environment Protection		-	5,344.50
Fees & Charges		1,830.00	-
Fling Fees		296.00	6,018.00
Legal fees		312,878.45	175,695.21
Land Tax		2,085.43	593.73
Council Rate		4,885.45	13,571.01
Water Rate		128.00	3,915.67
M/V car - Depreciation	2	1,897.00	551.00
Travel, Accommodation & conference		1,614.24	6,306.36
Total expenses		<u>334,750.93</u>	<u>233,301.37</u>
Profit (Loss) from Ordinary Activities before income tax		<u>(334,200.65)</u>	<u>(229,906.83)</u>

STATEMENT OF FINANCIAL POSITION

as at 30 June 2017

		2017 \$	2016 \$
Assets			
Current Assets			
Cash assets	3	203,291.62	340,190.44
Receivables	4	52,677.81	52,677.81
Rates tax & Interest	5	1,620.00	1,620.00
Current tax assets		1,320.96	16,713.15
Other	6	4,500.00	4,500.00
Total Current Assets		263,410.39	415,701.40
Non-Current Assets			
Property Development Cost- In Progress	5	1,213,774.80	1,213,774.80
Property, plant and equipment	7	5,996,899.27	5,999,516.27
Total Non-Current Assets		7,210,674.07	7,213,291.07
Total Assets		7,474,084.46	7,628,992.47
Liabilities			
Current Liabilities			
Payables	8	-	75,979.41
Financial liabilities	9	-	645,796.75
Total Current Liabilities		-	721,776.16
Non-Current Liabilities			
Financial liabilities	9	8,272,576.34	7,371,507.54
Total Non-Current Liabilities		8,272,576.34	7,371,507.54
Total Liabilities		8,272,576.34	8,093,283.70
Net Assets (Liabilities)		(798,491.88)	(464,291.23)
Equity			
Retained profits / (Accumulated losses)		(798,491.88)	(464,291.23)
Total Equity (Deficiency)		(798,491.88)	(464,291.23)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2017

	2017 \$	2016 \$
Note 1: Revenue and Other Income		
Revenue:		
Interest revenue	550.28	3,394.54
	<u>550.28</u>	<u>3,394.54</u>

Note 2: Profit from Ordinary Activities

Profit (loss) from ordinary activities before income tax has been determined after:

Charging as Expense:

Depreciation of non-current assets:

- Plant & Equipment	720.00	-
- Motor vehicles	1,897.00	551.00
Total depreciation expenses	<u>2,617.00</u>	<u>551.00</u>

Note 3: Cash assets

Bank accounts:

- ANZ**37026	180,993.82	321,443.54
- ANZ**35696	22,297.80	18,746.90
	<u>203,291.62</u>	<u>340,190.44</u>

Note 4: Receivables**Current**

Amounts receivable from:

- Shaolin Temple Aus & NZ Association	52,677.81	52,677.81
	<u>52,677.81</u>	<u>52,677.81</u>

Note 5: Property Development Cost**Current**

- Capitalised rates, taxes and interest	1,620.00	1,620.00
	<u>1,620.00</u>	<u>1,620.00</u>

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	2017	2016
	\$	\$
Non-Current		
Property Development Costs:		
- Capitalised development expenses	680,468.29	680,468.29
- Capitalised rates, taxes and interest	412,744.00	412,744.00
- Design Fee- CM Plus	120,562.51	-
	1,213,774.80	1,093,212.29

Note 6: Other Assets

Current

Rental Bond - Cabramatta	4,500.00	4,500.00
	4,500.00	4,500.00

Non-Current

Borrowing expenses	1,762.10	1,762.10
Less: accumulated amortisation	(1,762.10)	(1,762.10)
	0.00	0.00

Note 7: Property, Plant & Equipment

Freehold land:

- At cost	5,996,899.27	5,996,899.27
	5,996,899.27	5,996,899.27

Plant and equipment:

- At cost	720.00	720.00
- Less: Accumulated depreciation	(720.00)	-
	-	720.00

Motor vehicles:

- At cost	9,500.00	9,500.00
- Less: Accumulated depreciation	(9,500.00)	(7,603.00)
	-	1,897.00
	5,996,899.27	5,999,516.27

SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD ABN 84 119 802 372

	2017	2016
	\$	\$
Note 8: Payables		
Unsecured:		
- Account Payable- Legal Fee before 30 June 16	-	14,707.36
- Accrued Interest	-	47,711.15
- In-Ja-Ghoondji Lands Inc.	-	11,756.90
- Fees Received	-	1,804.00
	-	61,272.05

Note 9: Financial Liabilities

Current

Unsecured:

- Loan Fund-Kwok L.Pang	-	638,859.75
- Short-term Loan	-	6,937.00
	-	645,796.75

Non-Current

Secured*:

- Loan- Mingjun Han	600,000.00	600,000.00
- Loans- Shaolin Temple China	7,672,576.34	6,771,507.54
	8,272,576.34	7,371,507.54

Note 10: Events after balance sheet date

In the opinion of the Directors, no items, transactions or events of a material or unusual nature have arisen in the interval between the end of the financial year and the date of this report which have significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial years.

Directors' Declaration

The director has determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies.

The director of the company declares that:

1. the financial statements and notes are in accordance with the Corporations Act 2001:

(a) comply with Accounting Standards to the financial statements and the Corporations Regulations; and

(b) give a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year ended on that date in accordance with the accounting policies 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 director.

Dated this 09 November 2017

Director

DALIANG QIAN



Compilation Report to SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD

We have compiled the accompanying special purpose financial statements of SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD, which comprise the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Statement of Financial Position as at 30 June 2015, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in the financial statements.

The Responsibility of the Director of SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD

The director of SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD is solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the significant accounting policies adopted to the financial statements are appropriate to meet the director's needs and for the purpose that the financial statements were prepared.

Our Responsibility

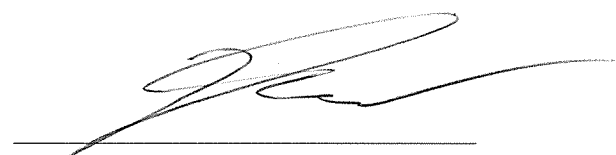
On the basis of information provided by the director of SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD, we have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework described in the financial statements and APES 315 Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the financial reporting framework described in the financial statements. We have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the director of SHAOLIN TEMPLE FOUNDATION (AUSTRALIA) LTD who is responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.



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09 November, 2017