

FROM THE GROUND UP LTD
ACN 152504400

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2019

FROM THE GROUND UP LTD
ACN 152504400

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FROM THE GROUND UP LTD
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DIRECTORS' REPORT

The directors present their report on the company for the financial year ended 30 June 2019.

Information on Directors

The names of each person who has been a director during the year and to the date of this report are:

Sally Margaret Law
Richard Feder appointed 31 May 2019
Julia Esther Jacob appointed 31 May 2019
Scott Woodward appointed 31 May 2019
Rachel Schaffer appointed 31 May 2019
Lauren Schotting appointed 31 May 2019
We-Ki Chua appointed 31 May 2019
Gemma Levy retired 6 August 2018
Toni Cherie Rikys retired 6 August 2018

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

Operating Results

The profit of the company after providing for income tax amounted to \$109,579.

Significant Changes in the State of Affairs

There have been no significant changes in the state of affairs of the Company during the year.

Principal Activities

The principal activities of the company during the financial year were supporting communities around the world to create their own play spaces for children..

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

Events After the Reporting Date

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.

Environmental Issues

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

Dividends paid or recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

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.

FROM THE GROUND UP LTD
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DIRECTORS' REPORT

Indemnification and Insurance of Officers and Auditors

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.

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 30 June 2019 has been received and can be found on page 3.

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

Director: Lauren Schotting
Lauren Schotting

Dated this 24 day of October 2019

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
FROM THE GROUND UP LTD**

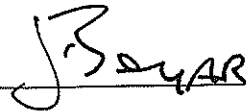
I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019 there have been:

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

Name of Firm: Joseph Boyar
Chartered Accountant

Name of Partner: _____

Joseph Boyar



Address: 3/967 Glen Huntly Rd Caulfield South Vic 3162

Dated this ²⁰ day of October 2019

FROM THE GROUND UP LTD
ACN 152504400

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Income			
Revenue	3	446,639	318,225
Expenditure			
Accountancy expenses		-	(1,846)
Advertising expenses		-	(5,060)
Auditor's remuneration	4	(2,190)	(2,100)
Depreciation and amortisation expenses		-	(6,253)
Employee benefits expenses		(142,573)	(147,438)
Freight and cartage		-	(141)
Other expenses		(192,297)	(148,477)
		<u>109,579</u>	<u>6,910</u>
Profit for the year	5	109,579	6,910
Total comprehensive income for the year		<u>109,579</u>	<u>6,910</u>

The accompanying notes form part of these financial statements.

FROM THE GROUND UP LTD
ACN 152504400

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	187,252	118,823
Trade and other receivables	7	<u>36,802</u>	<u>2,091</u>
TOTAL CURRENT ASSETS		<u>224,054</u>	<u>120,914</u>
NON-CURRENT ASSETS			
Intangible assets	8	<u>860</u>	<u>860</u>
TOTAL NON-CURRENT ASSETS		<u>860</u>	<u>860</u>
TOTAL ASSETS		<u>224,914</u>	<u>121,774</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	<u>10,595</u>	<u>17,034</u>
TOTAL CURRENT LIABILITIES		<u>10,595</u>	<u>17,034</u>
NON-CURRENT LIABILITIES			
Borrowings	10	<u>443</u>	<u>443</u>
TOTAL NON-CURRENT LIABILITIES		<u>443</u>	<u>443</u>
TOTAL LIABILITIES		<u>11,038</u>	<u>17,477</u>
NET ASSETS		<u>213,876</u>	<u>104,297</u>
EQUITY			
Retained earnings	11	<u>213,876</u>	<u>104,297</u>
TOTAL EQUITY		<u>213,876</u>	<u>104,297</u>

The accompanying notes form part of these financial statements.

FROM THE GROUND UP LTD
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

Note	Retained earnings \$	Total \$
Balance at 1 July 2017	97,387	97,387
Profit attributable to equity shareholders	6,910	6,910
Balance at 30 June 2018	104,297	104,297
Profit attributable to equity shareholders	109,579	109,579
Balance at 30 June 2019	213,876	213,876

The accompanying notes form part of these financial statements.

FROM THE GROUND UP LTD
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	409,978	317,851
Payments to suppliers and employees	(342,043)	(304,387)
Interest received	494	286
Net cash provided by operating activities	<u>68,429</u>	<u>13,750</u>
Net increase in cash held	68,429	13,750
Cash at beginning of financial year	<u>118,823</u>	<u>105,073</u>
Cash at end of financial year	<u>187,252</u>	<u>118,823</u>

The accompanying notes form part of these financial statements.

FROM THE GROUND UP LTD
ACN 152504400

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

The financial reports cover From the Ground Up Ltd as an individual entity. From the Ground Up Ltd is a for profit proprietary company incorporated and domiciled in Australia.

The functional and presentation currency of From the Ground Up Ltd is Australian dollars.

The financial report was authorised for issue by the Directors on .

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and the other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001.

These financial statements and associated notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non current assets, financial assets and financial liabilities.

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

2 Summary of Significant Accounting Policies

Financial Instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs.

FROM THE GROUND UP LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The company's trade and most other receivables fall into this category of financial instruments.

In some circumstances, the company renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the company does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that do not qualify for inclusion in any of the other categories of financial assets or which have been designated in this category. The company's available-for-sale financial assets comprise listed securities.

All available for sale financial assets are measured at fair value, with subsequent changes in value recognised in other comprehensive income.

Gains and losses arising from financial instruments classified as available-for-sale are only recognised in profit or loss when they are sold or when the investment is impaired.

In the case of impairment or sale, any gain or loss previously recognised in equity is transferred to the profit or loss.

Available-for-sale financial assets

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

FROM THE GROUND UP LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Impairment of Non-Financial Assets

At the end of each reporting period the company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss

Intangibles

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**FROM THE GROUND UP LTD
ACN 152504400**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Rendering of services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing or financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

FROM THE GROUND UP LTD
ACN 152504400

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
3 Revenue and Other Income		
Revenue		
Sales revenue:		
Rendering of services	446,145	317,939
Other revenue:		
Interest received	494	286
Total revenue	446,639	318,225
Interest revenue from:		
Interest Received	494	286
Total interest revenue on financial assets not at fair value through profit or loss	494	286
4 Auditor's Remuneration		
Auditor's Remuneration	2,190	2,100
5 Profit for the year		
The result for the year was derived after charging / (crediting) the following items:		
Profit before income tax from continuing operations includes the following specific expenses:		
Expenses		
Depreciation of property, plant and equipment	-	4,502
6 Cash and Cash Equivalents		
Cash on Hand - US Account	-	1,303
US Cash Account	-	987
Cash at Bank - High Interest Account	177,355	28,797
Cash at Bank - FTGU Main Account	9,748	39,360
Cash at Bank - MFAT Account	-	12,584
Cash at Bank - Handicap International	149	35,792
	187,252	118,823

FROM THE GROUND UP LTD
ACN 152504400

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
Reconciliation of cash		
Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:		
Cash and cash equivalents	<u>187,252</u>	<u>118,823</u>
	<u>187,252</u>	<u>118,823</u>
7 Trade and Other Receivables		
Current		
Trade Debtors	2,820	-
Input Tax Credits	-	1,456
Other Debtors	<u>33,982</u>	<u>635</u>
	<u>36,802</u>	<u>2,091</u>
The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.		
8 Intangible Assets		
Website	-	34,995
Less Accumulated Amortisation	-	<u>(34,995)</u>
Net carrying amount	-	-
Patents & Trademarks	<u>860</u>	<u>860</u>
Total	<u>860</u>	<u>860</u>
Reconciliation of Patents		
Website	-	34,995
Less Accumulated Amortisation	-	<u>(34,995)</u>
Closing carrying value at 30 June 2019	-	-
Patents & Trademarks	860	860

FROM THE GROUND UP LTD
ACN 152504400

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
9 Trade and Other Payables		
Current		
Other Creditors	5,327	8,102
Amounts Withheld	<u>5,268</u>	<u>8,932</u>
	<u>10,595</u>	<u>17,034</u>
Trade and other payables are unsecured, non interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short term nature of the balances.		
10 Borrowings		
Non-Current		
Loans - Unsecured	<u>443</u>	<u>443</u>
Total borrowings	<u>443</u>	<u>443</u>
11 Retained Earnings		
Retained earnings at the beginning of the financial year	104,297	97,387
Net profit attributable to members of the company	<u>109,579</u>	<u>6,910</u>
Retained earnings at the end of the financial year	<u>213,876</u>	<u>104,297</u>

12 Financial Risk Management

The company is exposed to a variety of financial risks through its use of financial instruments.

The company's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The company does not have any derivative instruments at 30 June 2019.

FROM THE GROUND UP LTD
ACN 152504400

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

2019
\$

2018
\$

13 Statutory Information

The registered office of the company is:

From the Ground Up Ltd

1/29 Nunan St Brunswick East Vic 3057

The principal place of business is:

1/29 Nunan St Brunswick East Vic 3057

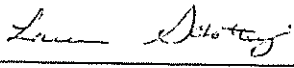
FROM THE GROUND UP LTD
ACN 152504400

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 15, for the year ended 30 June 2019 are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and
 - (b) give a true and fair view of the financial position and performance 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.

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

Director: 
Lauren Schotting

Dated this ²⁴/₁ day of October 2019

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF FROM THE GROUND UP LTD
ACN 152504400**

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of From the Ground Up Ltd, (the company) which comprises the statement of financial position as at 30 June 2019 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows 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 my opinion, the accompanying financial report of the company is in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2019 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

I conducted my audit in accordance with 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 Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the code.

I confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Responsibilities of Directors' for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 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 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.

**INDEPENDENT AUDITOR'S REPORT.
TO THE MEMBERS OF FROM THE GROUND UP LTD
ACN 152504400**

Auditor's Responsibility 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 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF FROM THE GROUND UP LTD
ACN 152504400**

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 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 the purpose of 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 directors.
- Conclude on the appropriateness of the directors' 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 our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based 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 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.

I also provide the directors with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

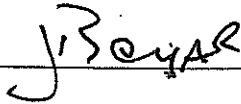
From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation preclude public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF FROM THE GROUND UP LTD
ACN 152504400

Name of Firm: Joseph Boyar
Chartered Accountant

Name of Principal: _____

Joseph Boyar



Address: 3/967 Glen Huntly Rd Caulfield South Vic 3162

²⁰
Dated this day of October 2019

FROM THE GROUND UP LTD
ACN 152504400

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
INCOME		
Fund Raising Events	-	8,637
Projects	305,479	88,697
Donations	140,666	220,605
	<u>446,145</u>	<u>317,939</u>
OTHER INCOME		
Interest Received	494	286
	<u>446,639</u>	<u>318,225</u>
EXPENSES		
Accountancy Fees	-	1,846
Advertising	-	5,060
Amortisation	-	1,751
Auditor's Remuneration	2,190	2,100
Bank Charges	431	499
Conference Expenses	407	7,547
Contractor	6,271	22,086
Depreciation	-	4,502
Donation Process Fee	3,093	-
Freight & Cartage	-	141
General Expenses	-	1,864
Insurance	7,786	8,391
Interest Paid	-	4
Project Expenses	118,041	72,407
Light & Power	(261)	1,144
Meetings	3,044	657
Printing & Stationery	654	830
Rent	15,436	15,391
Salaries & Wages	129,964	135,509
Staff Training & Welfare	-	87
Social Media & Marketing	22,822	-
Subscriptions	959	658
Superannuation Contributions	12,609	11,842
Telephone	216	1,142
Tool Replacement	1,681	168
Travelling Expenses	378	404
Website Design	11,339	15,285
	<u>337,060</u>	<u>311,315</u>
Profit before income tax	<u>109,579</u>	<u>6,910</u>

The accompanying notes form part of these financial statements.

FROM THE GROUND UP LTD
ACN 152504400

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$

The accompanying notes form part of these financial statements.

Joseph Boyar
PO Box 85
Caulfield South Vic 3162

Dear Sir

This representation letter is provided in connection with your audit of the financial report of From the Ground Up Ltd for the year ended 30th June 2019, for the purpose of expressing an opinion as to whether the financial report is, in all material respects presented fairly in accordance with Accounting Standards.

We confirm that to the best of our knowledge and belief, having made such enquires as we considered necessary for the purpose of appropriately informing ourselves:

Financial Report

We have fulfilled our responsibilities as set out in the terms of the audit engagement for the preparation of the financial report is in accordance with Accounting Standards in particular the financial report is fairly presented in accordance with Accounting Standards 1.

Significant assumptions used by us in making accounting estimates, including those measured at fair value are reasonable.

Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of the Australian Accounting Standards.

All events subsequent to the date of the financial report and for which Australian Accounting Standards require adjustment or disclosure have been adjusted or disclosed.

The effects of uncorrected misstatement are immaterial both individually and in aggregate, to the financial report as a whole. A list of uncorrected misstatements is attached to this representation letter.

:

- We have no plans or intentions that may materially affect the carrying values, or classification, of assets and liabilities.
- We have considered the requirements of [AASB 136 'Impairment of Assets'] when assessing the impairment of assets and in ensuring that no assets are stated in excess of their recoverable amount.
- The following have been properly recorded and/or disclosed in the financial report:
 - (a) share options, warrants, conversions or other requirements;
 - (b) arrangements involving restrictions on cash balances, compensating balances and line-of-credit or similar arrangements;
 - (c) agreements to repurchase assets previously sold;
 - (d) material liabilities or contingent liabilities or assets including those arising under derivative financial instruments;
 - (e) unasserted claims or assessments that our lawyer has advised us are probable of assertion;and
 - (f) losses arising from the fulfilment of, or an inability to fulfil, any sale commitments or as a result of purchase commitments for inventory quantities in excess of normal requirements or at prices in excess of prevailing market prices.

- The entity has satisfactory title to all assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral. Allowances for depreciation have been adjusted for all important items of property, plant and equipment that have been abandoned or are otherwise unusable.
- The entity has complied with all aspects of contractual agreements that would have a material effect on the financial report in the event of non-compliance.
- There were no material commitments for construction or acquisition of property, plant and equipment or to acquire other non-current assets, such as investments or intangibles, other than those disclosed in the financial report.

Information Provided

We have provided you with:

- access to all information of which we are aware is relevant to the preparation of the financial report such as records, documentation and other matters;
- additional information you have requested from us for the purpose of the audit; and
- unrestricted access to persons with the entity from whom you have determined it is necessary to obtain audit evidence.

All transactions have been recorded in the accounting records and are reflected in the financial report.

We have disclosed to you the results of our assessment of the risk the financial report may be materially misstated due to fraud.

We have disclosed to you all information in relation to fraud or suspected fraud we are aware of and that affects the entity and involves:

- management;
- employees who have significant roles in internal control; or
- others where the fraud could have a material effect on the financial report.

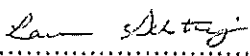
We have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the entity's financial report communicated by employees, former employees, analysts, regulators or others.

We disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations, whose effects should be considered when preparing the financial report.

We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.

We have provided you with all requested information, explanations and assistance for the purposes of the audit.

Yours Faithfully


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Lauren Schotting

Director

Dated 24 October 2019