



13 August 2019

Mr Danny Talbot
Vice President
Master Painters Australia - N.S.W. Association Inc.

By e-mail: reception@masterpainters.com.au

Dear Mr Talbot

Master Painters Australia - N.S.W. Association Inc.
Financial Report for the year ended 31 December 2018 - FR2018/374

I acknowledge receipt of the financial report for the year ended 31 December 2018 for the Master Painters Australia - N.S.W. Association Inc. (**the reporting unit**). The financial report was lodged with the Registered Organisations Commission (**ROC**) on 27 June 2019.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

Whilst the 2018 report has been filed the following should be addressed in the preparation of the next financial report.

1. Committee of Management Statement

Recovery of wages disclosure

The 5th edition of the Reporting Guidelines (RG) made under section 255 of the RO Act issued 4 May 2018 no longer require a statement in regard to recovery of wages activity in the committee of management statement.

In place of the former requirements, item 13(e) of the 5th edition RGs requires the disclosure of any revenue derived from undertaking recovery of wages activity in either the statement of comprehensive income or the notes to the financial statements. The reporting unit has not disclosed this, refer below to 'Reporting guideline activities – not disclosed'.

In future, please ensure that the committee of management statement does not include a statement in regard to recovery of wages.

Furthermore, the reporting unit has advised that the 'Wages recovery' revenue of \$89,338 in the statement of profit or loss and other comprehensive income relates to shared cost of staff. In future, please use a description that avoids any confusion with the wages recovery item referred to in RG 13(e).

RO Act amendment

Following the enactment of the *Fair Work (Registered Organisations) Amendment Act 2016*, with effect from 1 May 2017, section 255 requires the Commissioner of the ROC to issue reporting guidelines instead of the General Manager, Fair Work Commission.

The reporting unit's committee of management statement, at reference (b), refers to 'General Manager'.

In future, please ensure that this reference is to the 'Commissioner' or alternatively use the following wording:

- (b) "the financial statements and notes comply with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009 (the RO Act);"

2. General Purpose Financial Report (GPFR)

Assets and liabilities measured at fair value

Australian Accounting Standard *AASB 13 Fair Value Measurement* requires specific disclosure requirements for assets and liabilities measured at fair value.

Note 15 to the reporting unit's GPFR makes these disclosures for assets and liabilities at fair value except for the land and buildings at fair value disclosed at Note 6A.

In future, please ensure that land and buildings at fair value are included in the AASB 13 disclosures.

Reporting guideline activities – not disclosed

Item 21 of the reporting guidelines states that if any activity described within items 10-20 of the reporting guidelines has not occurred in the reporting period, a statement to this effect must be included in the GPFR or in an officer's declaration statement.

The notes/officer's declaration statement contained nil activity information for all prescribed reporting guideline categories except the following:

- Item 20 - make a payment to a former related party of the reporting unit
- Item 13(e) – receive revenue from undertaking recovery of wages activity

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 9603 0707 or by email at ken.morgan@roc.gov.au

Yours faithfully



KEN MORGAN
Financial Reporting Specialist
Registered Organisations Commission

FINANCIAL REPORT

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC

ABN: 18 931 692 913

**FOR THE YEAR ENDED
31 DECEMBER 2018**

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC

TABLE OF CONTENTS	PAGE
Certificate by Prescribed Designated Officer	1
Report Required under Subsection 255 (2A)	2
Operating Report	3-4
Committee of Management Statement	5
Auditor's Independence Declaration	6
Statement of Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Cash Flow Statement	10
Notes to the Financial Statements	11-24
Independent Auditor's Report	25-27

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.
ABN 18 931 692 913**

CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER

FOR THE YEAR ENDED 31 DECEMBER 2018

Page 1

I, Danny Talbot being the Vice President of the Master Painters Australia NSW Association Inc, certify:

1. That the documents lodged herewith are copies of the full report for Master Painters Australia NSW Association Inc for the year ended 31 December 2018 referred to in s.268 of the Fair Work (Registered Organisations) Act 2009; and
2. That the full report was provided to members of Master Painters Australia NSW Association Inc on 9 April 2019
3. That the full report was presented at the Annual General Meeting on 25 June 2019 in accordance with s.266 of the Fair Work (Registered Organisations) Act 2009.



Danny Talbot
Vice President

Date: 27 June 2019

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.
ABN 18 931 692 913**

REPORT REQUIRED UNDER SUBSECTION 255 (2A)

FOR THE YEAR ENDED 31 DECEMBER 2018

Page 2

The national executive presents the expenditure report as required under subsection 255(2A) on the Reporting Unit for the year ended 30 December 2018.

Categories of expenditure	2018 \$	2017 \$
Remuneration and other employment - related costs and expenses - employees	245,812	254,062
Advertising	14,545	31,114
Operating costs	70,584	84,921
Donations to political parties	-	-
Legal costs	1,106	2,402



Danny Talbot
Vice President

Date: 9 April 2019

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.
ABN 18 931 692 913

OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 3

The committee presents its report on the reporting unit for the financial year ended 31 December 2018.

1. Principal Activities during year

The principal activity of the Association during the financial year was to provide services to the painting and decorating industry. MPA is an independent representative for firms and individuals conducting business in the painting, decorating and sign writing trades. We do this by our involvement with numerous government consultative forums both nationally and at a state level. The Association seeks to advance, encourage and recognise the highest standards of trade craftsmanship and ethical business practice in residential, strata, industrial commercial and historical projects. We do this by providing members up-to-date information on a regular basis. Members of MPA have a range of resources available to them by way of magazines, e-bulletins, industry consultants, updates, accredited and certified courses.

2. Results of activities

The loss from ordinary activities amounted to \$71,174 (2017 loss \$196,131). No income tax is payable.

3. Significant changes in nature of activities

No significant change in the nature of these activities occurred during the year.
The activities above have achieved the Association's objectives.

4. Review of non financial activities

The Association is continually reviewing the services it provides to its members.
The principal activities as listed above have achieved the Association's objectives. Suffice to say that the Association is constantly reviewing aspects of its business in order to assist its members.

5. Details of any Significant changes in financial affairs during the year.

No significant changes in financial affairs occurred during the year.

6. Resignation of Members (rights)

Members may resign from the Association in accordance with rule 7, which reads as follows:
A Member or Associate may resign from membership by written notice addressed and delivered to the secretary.

A notice of resignation takes effect:

- a) Where the Member or Associate ceases to be eligible to become a Member or Associate of the Association:
 - i) On the day on which the notice is received by the secretary; or
 - ii) On the day specified in the notice, which is a day not earlier than the day when the member or Associate ceases to be eligible to become a Member or Associate; whichever is later; or
- b) In any other case;
 - i) At the end of two weeks after the notice is received by the Association; or
 - ii) On the day specified in the notice; whichever is later.

Any dues payable but not paid by a former Member or Associate of the Association, in relation to a period before the Member or Associate's resignation from the Association took effect, may be sued for and received in the name of the Association, in a court of competent jurisdiction, as a debt due to the Association.

A notice delivered to the secretary shall be taken to have been received by the Association when it was delivered.

A notice of resignation that has been received by the Association is not valid because it was not addressed and delivered to the secretary.

A resignation from membership of the Association is valid even if it is not effected in accordance with section if the Member or Associate is informed by or on behalf of the Association that the resignation has been accepted.

7. Trustee or director of trustee company or exempt public sector superannuation scheme

There were no officers of the Association who held reserved positions in these entities.

8. Number of Members

The number of members at the end of December 2018 was 358.

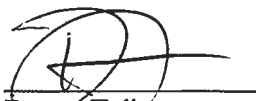
9. Number of Employees

The number of employees (expressed as full-time equivalent basis) at the end of December 2018 was 4.

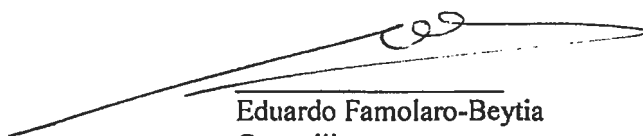
10. Members of Committee of Management

The following persons were members of the Committee of Management during or since the end of the financial year.

Robin Ottowa - President	Re-appointed 03/04/2018
Danny Talbot - Vice President	Appointed 03/04/2018
Sergio da Silva - Secretary	Appointed 03/04/2018
Simon Semaan - Treasurer	Appointed 03/04/2018
Bobby Milijic – Treasurer	Resigned 30/04/2018
John Newman - Education & Training Officer	Appointed 03/04/2018
Adam Socha - Industrial officer	Appointed 03/04/2018
Eduardo Famolaro-Beytia - Councillor	Appointed 23/03/2018
Niola Fletcher - Councillor	Appointed 23/03/2018
Hamed Forouzandeh - Councillor	Appointed 23/03/2018
Εκτείν Καταύς Councillor	Appointed 23/03/2018
Jeff Love - Councillor	Appointed 23/03/2018
Behzad Sabri-Matanagh - Councillor	Appointed 23/03/2018



Danny Talbot
Vice President



Eduardo Famolaro-Beytia
Councillor

Date: 9 April 2019

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913**

**COMMITTEE OF MANAGEMENT STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018**

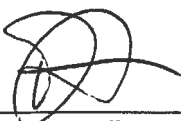
Page 5

On the 09 of April 2019 the Committee of Management of the Master Painters Australia NSW Association Inc passed the following resolution in relation to the general-purpose financial report (GPFR) for the year ended 31 December 2018:

The Committee of Management declares that in its opinion:

- a) The financial statements and notes comply with the Australian Accounting Standards
- b) The financial statements and notes comply with the reporting guidelines of the General Manager;
- c) The financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of reporting unit for the financial year to which they relate;
- d) There are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- e) During the financial year to which the GPFR relates and since the end of that year:
 - i) meetings of the committee of management were held in accordance with the rules of the organisation; and
 - ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation; and
 - iii) the financial records of the reporting unit have been kept and maintained in accordance with the RO Act; and
 - iv) where information has been sought in any request by a member of the reporting unit or Commissioner duly made under section 272 of the RO Act has been provided to the member or Commissioner; and
 - v) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance
- f) no recover of wages activity was undertaken during the reporting period.

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



Danny Talbot
Vice President



Eduardo Famolaro-Beytia
Councillor

Date: 9 April 2019

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 7

	NOTE	2018 \$	2017 \$
Revenue			
Wages recovery		89,338	-
Membership subscriptions		160,112	127,265
Interest		10	60
Sales of goods (net)		9,531	746
Rendering of services		9,959	17,870
Sponsorships		77,650	25,364
Dividends		1,200	3,500
Other revenue		2,411	1,563
Total revenue		<u>350,211</u>	<u>176,368</u>
Expenses			
Employee expenses	4A	245,812	254,062
Administration expenses	4D	55,295	61,147
Legal costs	4G	1,106	2,402
Audit fees	16	7,000	7,570
Other expenses	4H	22,834	47,318
Total expenses		<u>332,047</u>	<u>372,499</u>
Profit / (Loss) for the year		<u>18,164</u>	<u>(196,131)</u>
Other comprehensive income		598,551	-
Total comprehensive income / (loss) for the year		<u>616,715</u>	<u>(196,131)</u>

The accompanying notes form part of these financial statements

CM PITT & CO

Chartered Accountants

TELEPHONE: (02) 9715 1555
FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS FCA


6/2 PHILIP STREET
STRATHFIELD NSW 2135
PO BOX 580
E-MAIL cpitt@cmpitt.com.au

Page 6

DECLARATION OF INDEPENDENCE BY CM PITT & CO TO THE MEMBERS OF THE NSW MASTER PAINTERS ASSOCIATION

As lead auditor for the audit of the Master Painters Association of NSW for the year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



Charles M Pitt
C M Pitt & Co
Units 6 & 7, 2 Philip Street
STRATHFIELD NSW 2135

Dated: 9 April 2019



Liability limited by a scheme approved under Professional Standards Legislation

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

Page 8

ASSETS	NOTE	2018 \$	2017 \$
CURRENT ASSETS			
Cash and Cash Equivalents	5A	60,005	23,308
Trade and other receivables	5B	119,170	131,539
Other current assets	5C	1,001	1,001
TOTAL CURRENT ASSETS		<u>180,176</u>	<u>155,848</u>
NON-CURRENT ASSETS			
Land and buildings	6A	1,500,000	901,449
Plant and equipment	6B	38,323	36,640
TOTAL NON-CURRENT ASSETS		<u>1,538,323</u>	<u>938,089</u>
TOTAL ASSETS		<u>1,718,499</u>	<u>1,093,937</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade payables	7A	30,797	9,186
Other payables	7B	85,053	46,549
Employee provisions	8B	20,022	22,800
TOTAL CURRENT LIABILITIES		<u>135,872</u>	<u>78,535</u>
NON-CURRENT LIABILITIES			
Employee provisions	8B	25,757	25,911
Other non-current liabilities	9	232,049	281,385
TOTAL NON-CURRENT LIABILITIES		<u>257,806</u>	<u>307,296</u>
TOTAL LIABILITIES		<u>393,678</u>	<u>385,831</u>
NET ASSETS		<u>1,324,821</u>	<u>708,106</u>
EQUITY			
General funds	10	1,040,577	442,026
Retained earnings		284,244	266,080
TOTAL EQUITY		<u>1,324,821</u>	<u>708,106</u>

The accompanying notes form part of these financial statements.

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 9

	Revaluation Reserve \$	Retained Earnings \$	Total \$
Balance at 1 January 2017	442,026	462,211	904,237
Profit for the year	-	(196,131)	(196,131)
Other comprehensive income for the year	-	-	-
Closing balance as at 31 December 2017	<u>442,026</u>	<u>266,080</u>	<u>708,106</u>
Profit / (loss) for the year	-	18,164	18,164
Other comprehensive income for the year	598,551	-	598,551
Closing balance as at 31 December 2018	<u>1,040,577</u>	<u>284,244</u>	<u>1,324,821</u>

The accompanying Notes form part of these financial statements.

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 10

		2018 \$	2017 \$
Operating Activities	NOTE		
Cash received			
Interest received		10	60
Receipts from members		343,970	231,060
Receipt from other reporting units		-	-
		<u>343,980</u>	<u>231,120</u>
Cash used			
Payments to Employees & Suppliers		(345,601)	(345,342)
Payments to other reporting units		-	-
Net cash from/(used by) operating activities	11	<u>(1,621)</u>	<u>(114,222)</u>
Investing Activities			
Cash received			
Proceeds from sale of plant and equipment		-	-
Cash used			
Purchase of plant and equipment		(1,684)	(520)
Other		-	-
Net cash from/(used by) investing activities		<u>(1,684)</u>	<u>(520)</u>
Financing Activities			
Cash received			
Advances from MPGTC		40,002	109,539
Net cash provided by /(used by) financing activities		<u>40,002</u>	<u>109,539</u>
Net increase /(decrease) in cash held		<u>36,697</u>	<u>(5,203)</u>
Cash and cash equivalent at the beginning of the reporting period		<u>23,308</u>	<u>28,511</u>
Cash and cash equivalent at the end of the reporting period	5A	<u><u>60,005</u></u>	<u><u>23,308</u></u>

The accompanying Notes form part of these financial statements.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation of the Financial Statements

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period and the Fair Work (Registered Organisation) Act 2009. For the purpose of preparing the general purpose financial statements, the Master Painters Australia NSW Association Inc is a not-for-profit entity.

The financial statements have been prepared on an accruals basis and in accordance with the historical cost, except for certain assets and liabilities measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

1.2 Comparative amounts

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

1.3 Significant accounting judgements and estimates

The entity has made no accounting assumptions or estimates that have a significant risk causing a material adjustment to the carrying amounts of assets and liabilities.

1.4 New Australian Accounting Standards

No accounting standard has been adopted earlier than the application date stated in the standard. The accounting policies are consistent with those of the previous year.

1.5 Revenue

Revenue is measured at the fair value of the consideration received or receivable.

Revenue from subscriptions is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

Revenue from the sale of goods is recognised when, the risks and rewards of ownership have been transferred to the buyer, the entity retains no managerial involvement or effective control over the goods, the revenue and transaction costs incurred can be reliably measured, and it is probable that the economic benefits associated with the transaction will flow to the entity.

Donation income is recognised when it is received.

Receivable for goods and services, which have 30 day terms, are recognised at the nominal amounts due less any impairment allowance account. Collectability of debts is reviewed at end of the reporting period. Allowances are made when collectability of the debt is no longer probable.

Interest revenue is recognised on an accrual basis using the effective interest method.

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease.

1.6 New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended accounting Standards that have mandatory application dates for future reporting periods, some of which are relevant to the Association. The Association has decided not to early adopt any of the new and amended pronouncements. The Association's assessment of the new and amended pronouncements that are relevant to the Association but applicable in future reporting periods is set out below:

-AASB 9: Financial Instruments and associated Amending Standards (applicable to annual reporting periods beginning on or after 1 January 2018).

the Standard will be applicable retrospectively (subject to the provisions on hedge accounting outlined below) and includes revised requirements for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments and simplified requirements for hedge accounting.

The key changes that may affect the Association on initial application include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, upfront accounting for expected credit loss, and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. AASB 9 also introduces a new model for hedge accounting that will allow greater flexibility in the ability to hedge risk, particularly with respect to hedges of non-financial items. Should the entity elect to change its hedge policies in line with the new hedge accounting requirements of the Standard, the application of such accounting would be largely prospective.

Although the Management Committee anticipate that the adoption of AASB 9 may have an impact on the Association's financial instruments, including hedging activity, it is impracticable at this stage to provide a reasonable estimate of such impact.

AASB 15: Revenue from Contracts with Customers (applicable to annual reporting periods beginning on or after 1 January 2018, as deferred by AASB 2015-8: Amendments to Australian Accounting Standards - Effective Date of AASB 15).

When effective, this Standard will replace the current accounting requirements applicable to revenue with a single, principles-based model. Except for a limited number of exceptions, including leases, the new revenue model in AASB 15 will apply to all contracts with customers as well as non-monetary exchanges between entities in the same line of business to facilitate sales to customers and potential customers.

The core principle of the Standard is that an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for the goods or services. To achieve this objective AASB 15 provides the following five-step process:

- identify the contract(s) with a customer;
- identify the performance obligations in the contract(s);
- determine the transaction price
- allocate the transaction price to the performance obligations in the contract(s); and
- recognise revenue when (or as) the performance obligations are satisfied

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

1.7 Gains

Sale of assets

Gains and losses from disposal of assets are recognised when control of the asset has passed to the buyer.

1.8 Capitation fees and levies

Capitation fees and levies are to be recognised on an accrual basis and recorded as a revenue and/or expense in the year to which it relates.

1.9 Cash

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank, other short-term highly liquid investments with original maturity of 3 months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the consolidated statement of financial position.

1.10 Contingent Liabilities and Contingent Assets

Contingent Liabilities and Contingent Assets are not recognised in the Statement of Financial Position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount can not be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

1.11 Taxation

Master Painters Australia NSW Association Inc is exempt from income tax under section 50.1, of the Income Tax Assessment Act 1997 however still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST).

Revenues, expenses and assets are recognised net of GST except:

where the amount of GST incurred is not recoverable from the Australian Taxation Office; and for receivables and payables.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of the receivables.

Cash flows are included in the cash flow statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

1.12 Employee Benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and termination benefits when it is probable that settlement will be required and they are capable of being measured reliably.

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 14

Liabilities for short-term employee benefits and termination benefits which are expected to be settled within twelve months of the end of reporting period are measured at their nominal amounts. The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

Other long-term employee benefits which are expected to be settled beyond twelve months are measured as the present value of the estimated future cash outflows to be made by the reporting unit in respect of services provided by employees up to reporting date.

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

1.13 Land, Buildings, Plant and Equipment

Purchases of land, buildings, plant and equipment are recognised initially at cost in the Statement of Financial Position. The initial cost of an asset includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

Revaluations—Land and Buildings

Following initial recognition at cost, land and buildings are carried at fair value less subsequent accumulated depreciation and accumulated impairment losses. Revaluations are performed with sufficient frequency such that the carrying amount of assets do not differ materially from those that would be determined using fair values as at the reporting date.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of asset revaluation reserve except to the extent that it reversed a previous revaluation decrement of the same asset class that was previously recognised in the surplus/deficit. Revaluation decrements for a class of assets are recognised directly in the profit or loss except to the extent that they reverse a previous revaluation increment for that class. Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the asset is restated to the revalued amount.

Depreciation

Depreciable property, plant and equipment assets are written-off to their estimated residual values over their estimated useful life using, in all cases, the straight-line method of depreciation. Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives. The useful lives are assessed annually.

	2018	2017
Land & buildings	not assessed	not assessed
Plant and equipment	5 years	5 years

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 15

2 EVENTS AFTER THE REPORTING PERIOD

There were no events that occurred after 31 December 2018, or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of Master Painters Australia NSW Association Inc.

		2018	2017
		\$ ___	\$ ___
3 INCOME			
3A Capitation fees			
Total capitation fee	_____	-	-
3B Levies			
Total levies	_____	-	-
3C Interest			
Deposits	10	46	
Loans	-	-	
Total interest	_____	10	46
3D Grants or donations			
Grants	-	-	
Donations	-	-	
Total grants or donations	_____	-	-
4 EXPENSES			
4A Employee expenses			
Holders of office:			
Wages and salaries	-	-	
Superannuation	-	-	
Leave and other entitlements	-	-	
Separation and redundancies	-	-	
Other employee expenses	-	-	
Subtotal employee expenses holders of office	_____	-	-
Employees other than office holders:			
Wages and salaries	225,318	221,663	
Superannuation	21,371	20,878	
Leave and other entitlements	(2,932)	10,021	
Separation and redundancies	-	-	
Other employee expenses	2,055	1,500	
Subtotal employee expenses employees other than office holders	_____	245,812	254,062

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 16

	2018 \$	2017 \$
4B Capitation fees		
Total capitation fees	-	-
4C Affiliation fees		
Total affiliation fees	-	-
4D Administration expenses		
Consideration to employers for payroll deductions	-	-
Compulsory levies	-	-
Fees/allowances - meeting and conferences	-	-
Affiliation fees	-	-
Subscriptions	2,100	1,938
Conference and meeting expenses	1,629	6,453
Contractors/consultants	500	310
Office expenses	43,022	38,614
Information communications technology	8,044	13,832
Total administration expenses	<u>55,295</u>	<u>61,147</u>
4E Grants or donations		
Grants	-	-
Donations	-	-
Total grants or donations	-	-
4F Depreciation		
Depreciation on Plant&Equipment	-	-
Total Depreciation	-	-
4G Legal costs		
Litigation	-	-
Other legal matters	1,106	2,402
Total legal costs	<u>1,106</u>	<u>2,402</u>
4H Other Expenses		
Penalties - via RO Act or RO Regulations	-	-
Advertising	14,545	31,114
Bad Debts	-	1,520
Accounting fees	1,563	640
Merchandise	-	4,951
Motor vehicle expenses	5,225	3,820
Training course expenses	1,315	2,393
Travelling & entertainment	186	2,880
Sundry expenses	-	-
Total other expenses	<u>22,834</u>	<u>47,318</u>

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 17

	2018	2017
	\$	\$
5 Current Assets		
5A Cash and Cash Equivalent		
Cash at bank	60,005	23,308
Total Cash and cash equivalent	<u>60,005</u>	<u>23,308</u>
5B Trade and Other Receivables		
Other trade receivables	119,170	131,539
Receivable from other reporting unit	-	-
Total other receivables	<u>119,170</u>	<u>131,539</u>
Total trade and other receivables (net)	<u>119,170</u>	<u>131,539</u>
5C Other Current Assets		
Investments		
Shares in MGA Services NSW Pty Ltd	1,000	1,000
Shares in PITC3	1	1
Total other current assets	<u>1,001</u>	<u>1,001</u>
6 Non Current Assets		
6A Land and buildings		
Land		
Freehold land:		
At cost	293,750	293,750
At directors' valuation	401,250	-
Total land	<u>695,000</u>	<u>293,750</u>
Buildings		
At directors' valuation	805,000	607,699
Total buildings	<u>805,000</u>	<u>607,699</u>
Total land and buildings	<u>1,500,000</u>	<u>901,449</u>
Reconciliation of the Opening and Closing Balances of Land and Buildings		
Opening balance as at 1 January	901,449	901,449
Additions	-	-
Disposals	-	-
Revaluaton	598,551	-
Closing balance as at 31 December	<u>1,500,000</u>	<u>901,449</u>

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 18

	2018	2017
	\$	\$
<p>The land and building is situated at 4-6 Gould Street, South Strathfield NSW 2136. The company has a 50% equitable interest in the property along with MPGTC Pty Limited The property was purchased on 13 April 2004 for the total cost of \$1,700,000 and is registered in the names of both the company and MPA as tenants in common and in equal shares. The company's share in the property.</p> <p>A revaluation of land & buildings were carried out at 30 June, 2018. The valuation were based on current land values supplied by the NSW Valuer General and the sale of nearby properties. The valuation were made in accordance with regular policy to revalue land & building. the land was value at \$1,390,000 and the building at \$1,610,000 (MPA 50% \$1,500,000)</p>		
6B Plant and equipment		
Software Development	36,120	36,120
Equipment - at cost	83,782	82,099
Less accumulated depreciation	<u>(81,579)</u>	<u>(81,579)</u>
	2,203	520
Total plant and equipment	<u><u>38,323</u></u>	<u><u>36,640</u></u>
Reconciliation of the Opening and Closing Balances of Plant and Equipment		
Opening balance as at 1 January	36,640	36,120
Additions	1,684	520
Disposals	-	-
Depreciation	-	-
Closing balance as at 31 December	<u><u>38,324</u></u>	<u><u>36,640</u></u>
7 Current Liabilities		
7A Trade payable		
Trade creditors and accrued expenses	30,797	9,186
Total trade payables	<u><u>30,797</u></u>	<u><u>9,186</u></u>
7B Other payables		
Payables	48,031	9,527
Other payables	37,022	37,022
Payable to other reporting units	-	-
Consideration to employers for payroll deductions	-	-
Litigation and other legal costs	-	-
Total other payables	<u><u>85,053</u></u>	<u><u>46,549</u></u>
8 Provisions		
Employee Provisions		
8A Office Holders:		
Annual leave	-	-
Long service leave	-	-
Separations and redundancies	-	-
Subtotal employee provisions - office holders	<u><u>-</u></u>	<u><u>-</u></u>

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 19

8B	Employees other than office holders:		
	Annual leave	20,022	22,800
	Long service leave	25,757	25,911
	Separations and redundancies	-	-
	Subtotal employee provisions - employees other than office holders	<u>45,779</u>	<u>48,711</u>
9	Non-current Liabilities		
	Other non-current liabilities		
	Deposit - MPGTC	23,318	23,318
	Loan from Master Painters Group Training Co Pty Ltd	<u>208,731</u>	<u>258,067</u>
		<u>232,049</u>	<u>281,385</u>
10	Equity		
	Reserves		
	Asset revaluation reserve		
	Balance as start of the year	442,026	442,026
	Transferred to reserve	598,551	-
	Transferred out of reserve	-	-
	Balance as end of the year	<u>1,040,577</u>	<u>442,026</u>
11	Cash Flow Reconciliation		
	Reconciliation of cash and cash equivalent as per Balance Sheet to Cash Flow Statement:		
	Cash and cash equivalents as per:		
	Cash flow statement	60,005	28,511
	Balance sheet	<u>60,005</u>	<u>28,511</u>
	Difference	<u>-</u>	<u>-</u>
	 Reconciliation of profit/(deficit) to net cash from operating activities:		
	Profit/(deficit) for the year	616,715	(196,131)
	 Adjustments for non-cash items		
	(Gain)/loss on disposal of property, plant and equipment	-	-
	 Changes in assets/liabilities		
	(Increase)/decrease in net receivables	12,369	67,846
	(Increase)/decrease in inventories/other assets	-	-
	Increase/(decrease) in supplier payables	21,611	4,042
	Increase/(decrease) in other provisions	(2,932)	10,021
	Increase/(decrease) in other payables	38,505	-
	Net cash from/(used by) operating activities	<u>686,268</u>	<u>(114,222)</u>
	 Cash flow information	<u>(1,621)</u>	<u>(114,222)</u>

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 20

12 Contingent Liabilities, Assets and Commitments

The entity has no operating/finance lease commitments. There are no capital commitments.

13 Related Party Disclosures

13A Related Party Transactions for the Reporting Period

Master Painters Australia NSW Association Inc controls Master Painters Group Training Co Pty Limited (MPGT)

The following table provides the total amount of transactions that have been entered into with related parties, MPGT for the year ended 31 December, 2018. The Master Painters Association Inc, own jointly and occupy the property at 1 Gould Street, Enfield, no rent is paid by either party to the other and expenditure on the property is shared.

	2018 \$	2017 \$
Revenue received from:		
MPGT	-	-
Expenses paid:		
MPGT	-	-
Amounts owed by:		
MPGT	-	-
Amounts owed to:		
MPGT	208,731	258,067
Loans from/to includes the following:		
Shared expenditure on building and training	-	-
Assets transferred from/to includes the following:	-	-

Terms and conditions of transactions with related parties

The amount due to MPGT are without terms and is interest free

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances for sales and purchases at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31 December, 2018 recorded any impairment of receivables relating to amounts owed by related parties and declared person or body (2017: \$Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

13B Related Party Transactions for the Reporting Period

Holders of office and related reporting units

No other transactions occurred during the year with Management Committee, close family members or other related parties than those related to their membership or employment and on terms no more favourable than those applicable to any other member of employee.

Key Management Personnel

Key Management Personnel comprise those individuals who have the authority and responsibility for planning, directing and controlling the activities of the Association. The Association has determined key management personnel comprise of:

Robin Ottawa - President
Danny Talbot - Vice President
Sergio da Silva - Secretary
Simon Semaan - Treasurer
All remaining members of the Management Committee

During the year, key management personnel of the Division were remunerated as follows:

13C Key Management Personnel Remuneration for the Reporting Period

	2018 \$	2017 \$
Short-term employee benefits		
Salary (including annual leave taken)	-	-
Other	-	-
Total short-term employee benefits	<u>-</u>	<u>-</u>
Post-employment benefits		
Superannuation	-	-
Total post-employment benefits	<u>-</u>	<u>-</u>
Other long-term benefits		
Long service leave	-	-
Total other long-term benefits	<u>-</u>	<u>-</u>
Termination benefits	-	-
Total	<u>-</u>	<u>-</u>

14 Financial Instruments

The Association's financial instruments consist mainly of cash at bank, receivables and payables.

The totals for each category of financial instruments, measured in accordance with AASB 7 are as follows:

		2018 \$	2017 \$
Financial Assets			
Cash at Bank	Note 5A	60,005	23,308
Receivables	Note 5B	<u>119,170</u>	<u>131,539</u>
Total Financial Assets		<u>179,175</u>	<u>154,847</u>
Financial Liabilities			
Trade Payables	Note 7A	30,797	9,186
Other Payables	Note 7B	85,053	46,549
Loan from MPGTC Pty Ltd	Note 9	<u>232,049</u>	<u>281,385</u>
Total Financial Liabilities		<u>347,899</u>	<u>337,120</u>

Financial risk and management objectives.

The incorporated association's activities do not expose it to many financial risk, with only liquidity risk being needed to actively managed.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 22

(a) Credit Risk

Exposure to credit risk relating to financial asset is not significant .
Trade and other receivables are aggregated at Note 4B

(b) Exchange Rate Risk Exposures

There were no financial assets or liabilities determined in foreign currencies and accordingly the association does not carry any currency risk.

The association has no significant concentration of credit risk exposure to any single counterparty or group of counterparties. Details with respect to credit risk of Trade and Other Receivables are provided in Note 6A & 6B

(c) Fair value of financial instruments

Unless otherwise stated , the carrying amounts of financial instruments reflect their fair value.

	Carrying amount	Fair value	Carrying amount	Fair value
	2018	2018	2017	2017
	\$	\$	\$	\$
Financial Assets				
Cash at Bank	23,308	23,308	23,308	23,308
Receivables	131,539	131,539	131,539	131,539
Total Financial Assets	<u>154,847</u>	<u>154,847</u>	<u>154,847</u>	<u>154,847</u>
Financial Liabilities				
Trade Payables	30,797	30,797	9,186	9,186
Other Payables	86,383	86,383	46,549	46,549
Loan from MPGTC Pty Ltd	232,049	232,049	281,385	281,385
Total Financial Liabilities	<u>349,229</u>	<u>349,229</u>	<u>337,120</u>	<u>337,120</u>

(d) Liquidity Risk

Liquidity risk arises from the possibility that the association might encounter difficulty in settling its debts or otherwise meetings its obligations in relation to financial liabilities. The association manages this risk by maintain adequate cash reserves by continually monitoring actual and forecasting cash flows.

Contractual maturities for financial liabilities 2018

	Within 1 year	1-5 years	> 5 years	Total
Trade Payables	30,797	-	-	30,797
Other Payables	-	86,383	-	86,383
Loan MPGTC Pty Ltd	-	-	232,049	232,049
Total	<u>30,797</u>	<u>86,383</u>	<u>232,049</u>	<u>349,229</u>

Contractual maturities for financial liabilities 2017

	Within 1 year	1-5 years	> 5 years	Total
Trade Payables	9,186	-	-	9,186
Other Payables	-	46,549	-	46,549
Loan MPGTC Pty Ltd	-	-	232,049	232,049
Total	<u>9,186</u>	<u>46,549</u>	<u>232,049</u>	<u>287,784</u>

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 23

15 Financial and Non- Financial Assets and Liabilities Fair Value Hierarchy

The following tables provide an analysis of financial and non financial assets and liabilities that are measured at fair value, by fair value Hierarchy

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets				
Cash at Bank	60,005	-	-	60,005
Receivables	-	119,170	-	119,170
Total Financial Assets	60,005	119,170	-	179,175
Financial Liabilities				
Trade Payables	30,797	-	-	30,797
Other Payables	-	86,383	-	86,383
Loan from MPGTC Pty Ltd	-	232,049	-	232,049
Total Financial Liabilities	30,797	318,432	-	349,229

Level 1: Quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within level 1 that are observable for the assets or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability

16 Remuneration of Auditors	2018	2017
	\$	\$
Value of the services provided		
Financial statement audit services	7,000	7,570
Other services	-	-
Total remuneration of auditors	7,000	7,570

No other services were provided by the auditors of the financial statements.

17 Going concern

The Master Painters Australia NSW Association Inc is not reliant on the agreed financial support of another reporting unit to continue on a going concern basis.

The Master Painters Australia NSW Association Inc has not agreed to provide financial support to another reporting unit to ensure they can continue on a going concern basis

18 Asset / liability acquired due to amalgamation, restructure or Commissioner's determination

The Master Painters Australia NSW Association Inc has not acquired any asset or liability due to an amalgamation, a restructure or a determination or revocation by the Commissioner.

MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC
ABN 18 931 692 913

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

Page 24

19 Other specific disclosure - Funds

Compulsory levy / voluntary contribution fund	-	-
Other funds required by rules	-	-
Balance as at start of year	-	-
Transferred to reserve	-	-
Transferred out of reserve	-	-
Balance as at end of year	<u>-</u>	<u>-</u>

20 Section 272 Fair Work (Registered Organisations) Act 2009

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of subsections (1) to (3) of section 272, which reads as follows:

Information to be provided to members or Commissioner:

- (1) A member of a reporting unit, or the Commissioner, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
- (2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to reporting unit.
- (3) A reporting unit must comply with an application made under subsection (1).

C M PITT & CO

Chartered Accountants

TELEPHONE: (02) 9715 1555
FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS, Dip Ag, FCA
ABN: 73 591 425 854

6/2 PHILIP STREET
STRATHFIELD NSW 2135
PO BOX 580
E-MAIL cpitt@cmpitt.com.au

Independent Audit Report to the Members of the Master Painters Australia NSW Association Inc.

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Master Painters Australia NSW Association Inc.(the Reporting Unit), which comprises the statement of financial position as at 31 December, 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 31 December, 2018, notes to the financial statements, including a summary of significant accounting policies; the Committee of Management Statement, the subsection 255(2A) report.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of Master Painters Australia NSW Association Inc., as at 31 December, 2018, and its financial performance and its cash flows for the year ended on that date in accordance with:

- a) the Australian Accounting Standards; and
- b) any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act).

As part of the audit of the financial statements, I have concluded that management's use of the going concern basis of accounting in preparation of the reporting unit's financial statements is appropriate.

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 Reporting Unit 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

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

Information Other than the Financial Report and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the operating report for the year ended 31 December 2018, but does not include the financial statements, and our 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 Committee of Management for the Financial Report

The Committee of Management of the Reporting Unit is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the RO Act, and for such internal control as the Committee of Management 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 Committee of Management is responsible for assessing the Reporting Unit'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 Committee of Management either intend to liquidate the Reporting Unit or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objective is 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 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, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

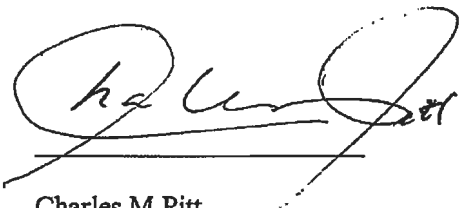
- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material 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 the purpose of expressing an opinion on the effectiveness of the Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management'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 Reporting Unit'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. 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 Reporting Unit 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Reporting Unit to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the Reporting Unit audit. I remain solely responsible for my audit opinion.

I communicate with the Committee of Management 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 declare that I am an auditor registered under the RO Act.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of section 257(7) of the RO Act, I am required to describe any deficiency, failure or shortcoming in respect of the matters referred to in section 252 and 257(2) of the RO Act. In relations to these matters, I have nothing to report.

A handwritten signature in black ink, appearing to read 'Charles M Pitt', written over a horizontal line.

Charles M Pitt
C M PITT & CO
Chartered Accountants
Principal
Unit 6 & 7, 2 Philip Street, Strathfield NSW 2135

Registration number (as registered by the RO Commissioner under the RO Act): AA2018/29

Date: 9 April 2019