



MADER GROUP PTY LTD

FINANCIAL REPORT

**FOR THE YEAR ENDED
30 JUNE 2016**

ABN 51 159 340 397



MADER GROUP PTY LTD

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**MADER GROUP PTY LTD
DIRECTORS' DECLARATION**

The Directors have 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 outlined in Note 1 to the Financial Statements.

The Directors of the company declare that:

1. The financial statements and notes, as set out on pages 3 to 9, present fairly the company's financial position as at 30 June 2016 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements
2. In the 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.

A handwritten signature in blue ink, appearing to read "Patrick Conway".

Patrick Conway
Director

Dated this 27th day of May 2019

MADER GROUP PTY LTD
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	NOTE	2016 \$	2015 \$
Current assets			
Cash and cash equivalents	2	3,029	288,043
Financial assets	3	-	-
Tax assets	5	584	-
Total current assets		3,613	288,043
Non-current assets			
Investments	4	47,128	47,128
Financial assets	3	505,899	-
Total non-current assets		553,027	47,128
Total assets		556,640	335,171
Current liabilities			
Financial liabilities	9	11,642	852
Tax liabilities	5	-	3,757
Total current liabilities		11,642	4,609
Total liabilities		11,642	4,609
Net assets		544,998	330,562
Equity			
Issued capital	6	43	43
Retained earnings	7	544,955	330,519
Total equity		544,998	330,562

These financial statements should be read in conjunction with the accompanying notes.



MADER GROUP PTY LTD
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016

	NOTE	2016 \$	2015 \$
Income			
Dividends received	8	3,943,630	1,000,000
Interest received	10	-	9,279
Total income		3,943,630	1,009,279
Expenses			
Bank charges		(14)	(35)
Legal and professional fees		(720)	(852)
Total expenses		(734)	(887)
Profit before income tax		3,942,896	1,008,392
Income tax benefit / (expense)		4	(2,630)
Profit for the year		3,942,900	1,005,762
 Total comprehensive income for the period		 3,942,900	 1,005,762
 Profit attributable to: Members of the company		 3,942,900	 1,005,762
 Total comprehensive income attributable to: Members of the company		 3,942,900	 1,005,762

These financial statements should be read in conjunction with the accompanying notes.

MADER GROUP PTY LTD
STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2016

	NOTE	Issued Capital (Ordinary Shares) \$	Retained Earnings \$	Total \$
Balance at 1 July 2014		43	324,757	324,800
Comprehensive income				
Profit for the year		-	1,005,762	1,005,762
Other comprehensive income for the year		-	-	-
Total comprehensive income for the year attributable to members of the entity		-	1,005,762	1,005,762
Transactions with owners, in their capacity as owners				
Dividends paid or provided for		-	(1,000,000)	(1,000,000)
Total transactions with owners		-	(1,000,000)	(1,000,000)
Balance at 30 June 2015	6,7	43	330,519	330,562
Comprehensive income				
Profit for the year		-	3,942,900	3,942,900
Other comprehensive income for the year			-	-
Total comprehensive income for the year attributable to members of the entity		-	3,942,900	3,942,900
Transactions with owners, in their capacity as owners				
Dividends paid or provided for		-	(3,728,464)	(3,728,464)
Total transactions with owners		-	(3,728,464)	(3,728,464)
Balance at 30 June 2016	6,7	43	544,955	544,998

These financial statements should be read in conjunction with the accompanying notes.

1. Summary of Significant Accounting Policies

(a) Basic of Preparation

The Directors have prepared the Financial Statements on the basis that the Company is a non-reporting entity because there are no users dependent on the general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below which the Directors have determined are appropriate to meet the purposes of preparation. Such accounting policies are consistent with the previous period unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes.

(b) 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.

Bank overdrafts also form part of cash equivalents and presented within current liabilities on the balance sheet.

(c) 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 entity 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.

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

Dividend Revenue

Dividends are recognised when the company's right to receive payment is established.

(d) Financial Instruments

Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

**MADER GROUP PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

Summary of Significant Accounting Policies (continued)

Classification and Subsequent Measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as (i) the amount at which the financial asset or financial liability is measured at initial recognition; (ii) less principal repayments; (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and (iv) less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period as is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are substantially measured at amortised cost.

(j) Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

MADER GROUP PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
2. Cash and cash equivalents		
Cash on hand	43	43
Cash at bank	2,986	288,000
	<u>3,029</u>	<u>288,043</u>
	2016	2015
	\$	\$
3. Financial assets		
<i>Current</i>		
Others	-	-
	<u>-</u>	<u>-</u>
<i>Non-current</i>		
Loan – Mader Queensland Pty Ltd	505,899	-
	<u>505,899</u>	<u>-</u>
	2016	2015
	\$	\$
4. Investments		
<i>Non-current</i>		
Investment – Site Focus Pty Ltd	47,128	47,128
	<u>47,128</u>	<u>47,128</u>
	2016	2015
	\$	\$
5. Tax assets		
<i>Current</i>		
Tax assets	584	-
	<u>584</u>	<u>-</u>
Tax liabilities		
<i>Current</i>		
Tax liabilities	-	3,757
	<u>-</u>	<u>3,757</u>
	2016	2015
	\$	\$
6. Issued capital		
40,000,000 ordinary shares @		
\$0.000001 per share	40	40
1 “A” class share @ \$1 per share	1	1
1 “B” class share @ \$1 per share	1	1
1 “C” class share @ \$1 per share	1	1
	<u>43</u>	<u>43</u>



MADER GROUP PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
7. Retained earnings		
Opening balance	330,519	324,757
Current year earnings	3,942,900	1,005,762
Dividends paid	(3,728,464)	(1,000,000)
	<u>544,955</u>	<u>330,519</u>
	2016	2015
	\$	\$
8. Dividends received		
Mader Contracting Pty Ltd	3,943,630	1,000,000
	<u>3,943,630</u>	<u>1,000,000</u>
	2016	2015
	\$	\$
9. Financial liabilities		
Loan - Mader Contracting Pty Ltd	11,642	852
	<u>11,642</u>	<u>852</u>
	2016	2015
	\$	\$
10. Interest received		
Mader International Ltd	-	9,279
	<u>-</u>	<u>9,279</u>

11. Events after the end of the reporting period

A dividend of \$3,000,000 was declared and paid during the 2018 financial year to ordinary shareholders. Dividend of \$2.8m was declared and paid in October 2018 to shareholders.

Mader Group Pty Ltd became a public company on the 9 November 2018.

No other 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.

12. Company details

The registered office of the company is:
Suite A1, Hkew Alpha Building
2 George Wiencke Drive
Perth Airport WA 6105

The principal place of business is:
Suite A1, Hkew Alpha Building
2 George Wiencke Drive
Perth Airport WA 6105

Company Auditors:
BDO
Level 1, 38 Station Street
Subiaco WA 6000

INDEPENDENT AUDITOR'S REPORT

To the members of Mader Group Pty Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Mader Group Pty Ltd (the Entity), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income and the statement of changes in equity for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and directors' declaration.

In our opinion the accompanying financial report presents fairly, in all material respects, the financial position of the Entity as at 30 June 2016 and of its financial performance for the year then ended in accordance with the basis of accounting described in Note 1(a).

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Financial Report section of our report. We are independent of the Entity in accordance with ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of matter - Basis of accounting

We draw attention to Note 1(a) to the financial report, which describes the basis of accounting. The financial report has been prepared to meet the needs of the members. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of management and those charged with governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 is appropriate to meet the needs of the members and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.



Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit (WA) Pty Ltd

A handwritten signature in black ink, appearing to read 'P. Murdoch', is written over a horizontal line. Above the signature, the letters 'BDO' are handwritten in a smaller, less distinct script.

Phillip Murdoch

Director

Perth, 27 May 2019