

PRIMEWEST (USA) TRUST

ABN 61 753 057 817

FINANCIAL STATEMENTS

30 June 2019

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PRIMEWEST (USA) TRUST

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2019

	2019 \$	2018 \$
Revenue		
Acquisition fee	997,591	-
Interest income	8	-
Total revenue	997,599	
Expenses		
Bank fees	(10)	-
Total expenses	(10)	-
Profit for the year	997,589	-
Other comprehensive income	(2,807)	-
Total comprehensive profit for the year attributable to members of the Trust	994,782	-

The accompanying notes form part of these financial statements

PRIMEWEST (USA) TRUST

Statement of financial position

As at 30 June 2019

	Note	2019 \$	2018 \$
ASSETS			
Current assets			
Cash and cash equivalents		9,745	100
Trade and other receivables	4	184,378	
Total current assets		194,123	100
Non-current assets			
Loan to related party		96,788	-
Total non-current assets		96,788	-
TOTAL ASSETS		290,911	100
LIABILITIES			
Current liabilities			
Creditors	6	21,771	-
Distributions payable	3	221,847	-
Loans payable to unit holders		50,000	-
TOTAL LIABILITIES		293,618	-
NET ASSETS		(2,707)	100
EQUITY			
Issued units	7	100	100
Reserves		(2,807)	-
Accumulated profits		-	-
TOTAL SHAREHOLDERS EQUITY		(2,707)	100

The accompanying notes form part of these financial statements

PRIMEWEST (USA) TRUST

Statement of cashflows

As at 30 June 2019

	2019 \$	2018 \$
Cashflows from operating activities		
Receipts from customers	997,591	-
Payments to suppliers and employees	(167,627)	-
Interest received	8	-
Net cashflow from operating activities	829,972	-
Cashflows from investing activities		
Payments for loan to related entity	(96,788)	-
Net cashflows used in investing activities	(96,788)	-
Cashflows from financing activities		
Proceeds from related party loan advanced	5,010	-
Proceeds from unit holders (loan)	50,000	100
Distribution to unit holders	(775,742)	-
Net cash outflow from financing activities	(720,732)	100
Net increase in cash held	12,452	100
Cash at beginning of financial year	100	-
Impact of exchange rate on foreign balances	(2,807)	-
Cash at end of financial year	9,745	100

The accompanying notes form part of these financial statements

PRIMEWEST (USA) TRUST

Statement of changes in equity

For the year ended 30 June 2019

	Issued units	Accumulated profits	Foreign currency translation reserve	Total
	\$	\$		\$
At 28 March 2018	-	-	-	-
Proceeds from units issued	100	-	-	100
Total comprehensive income for the year	-	-	-	-
At 30 June 2018	100	-	-	100
At 1 July 2018	100	-	-	100
Total comprehensive income for the year	-	997,589	(2,807)	994,782
Transactions with unit holders in their capacity as owners				
Distributions made	-	(997,589)		(997,589)
At 30 June 2019	100	-	(2,807)	(2,707)

The accompanying notes form part of these financial statements

Notes to the financial statements

For the year ended 30 June 2019

1 CORPORATE INFORMATION

Primewest (USA) Trust is a unit trust established and domiciled in Australia. It was established on 28 March 2018. The trustee is Primewest (USA) Pty Ltd. The financial statements were authorised for issue on 11 October 2019 by the directors of the trustee company.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The Trust is not a reporting entity as in the opinion of the Trustee there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. The Trust is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements have been prepared in accordance with the Australian Accounting Standards, Interpretations of the Australian Accounting Standards Board and International Financial Reporting Standards as issued by the International Accounting Standards Board

The financial statements have been prepared on an accrual 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 amounts presented in the financial statements have been rounded to the nearest dollar.

(b) Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

(c) Recoverable amount of assets

At each reporting date, the Trust assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the Trust makes a formal estimate of the recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or Trust's assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Notes to the financial statements

For the year ended 30 June 2019

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Trade and other receivables

Trade receivables, which generally have 30-90 day terms, are recognised and carried at original invoice amount less an allowance for any uncollectible amounts.

An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

Other receivables are recognised at amortised cost, less any provision for impairment.

(e) Cash and cash equivalents

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less.

For the purposes of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

(f) Provisions

Provisions are recognised when the Trust has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Trust expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of comprehensive income net of any reimbursement.

(g) Revenue and other income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Acquisition fee

Revenue is recognised when the service period has passed to the customer and the value provided can be measured reliably.

Notes to the financial statements

For the year ended 30 June 2019

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Dividends

Dividend revenue is recognised when the Trust has the right to receive the dividend.

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

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and can be measured reliably. Risks and rewards are considered passed to the buyer at the time of delivery of the goods to the customer.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

(h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and receivables and payables are stated with the amount of GST included.

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

Notes to the financial statements

For the year ended 30 June 2019

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(i) Trade and other payables

These amounts represent liabilities for goods and services provided to the Trust prior to the end of the financial year which are unpaid. These amounts are unsecured and are usually paid within 30 days of recognition.

(j) Critical accounting estimates and judgements

The preparation of financial statements require management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

As at 30 June 2019, there are no other critical accounting estimates and judgements contained in the financial report.

(k) Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by Accounting Standards or as a result of changes in accounting policy.

(l) New or Amended Accounting Standards and Interpretations Adopted

The Trust has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The Trust has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Notes to the financial statements

For the year ended 30 June 2019

	2019 \$	2018 \$
3 DISTRIBUTIONS PAID		
Distributions paid during the year	775,742	-
Distributions accrued to be paid during the year	221,847	-
Total distributions	997,589	-

4 TRADE RECEIVABLES (CURRENT)

Trade receivables	184,378	-
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Trade receivables are non interest bearing and generally received within 30 to 60 days. Fair value approximates carrying value.

5 LOANS TO RELATED PARTY

Loan receivable	96,788	-
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The loan is non interest bearing and expected to be repaid within the next 12 months.

6 CREDITORS (CURRENT)

Loan to related party	5,010	
GST payable	16,761	-
	21,771	-

The loan payable is non interest bearing and expected to be repaid within 12 months.

GST payable is non-interest bearing and are normally settled on a quarterly basis with Australian Tax Office. Payable to unit holders is expected to be distributed within 90 days of balance date.

Notes to the financial statements

For the year ended 30 June 2019

7 ISSUED UNITS

	2019 \$	2018 \$
The trust has authorised units on issued of 100 at \$1 each (2018: 100 units)	100	100

Units are of equal value and unit holders are entitled to share in the income of the Primewest (USA) Trust in proportion to their unit holding. Upon liquidation, each unit holder is entitled to a pro rata share of the Trust's net assets.

8 RECONCILIATION OF NET CASH

Reconciliation of net cash provided by operating activities to profit after tax.

	2019 \$	2018 \$
Net profit after tax	997,589	-
Movements in assets and liabilities		
Increase in receivables	(184,378)	-
Increase in payables	16,761	-
Net cash generated by operating activities	829,972	-

9 COMMITMENTS

There were no commitments as at 30 June 2019 and 2018.

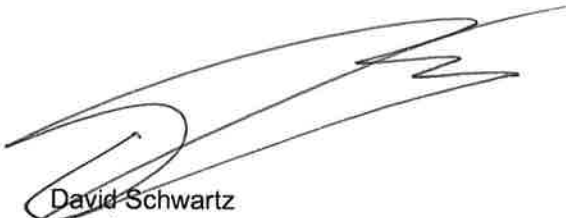
10 EVENTS AFTER THE REPORTING DATE

There were no matters or circumstances that have arisen since 30 June 2019 that have or may significantly affect the operations, results or state of affairs of the Trust in future financial years.

Directors' declaration of the trustee company, Primewest (USA) Pty Ltd

In accordance with a resolution of the directors of the trustee company, the directors of the trustee company declare that:

1. the financial statements and notes, present fairly the Trust's financial position as at 30 June 2019 and its performance for the year ended on that date in accordance with Australian Accounting Standards; and
2. in the directors' opinion, there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.



David Schwartz
Director

11 October 2019
Perth

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INDEPENDENT AUDITOR'S REPORT

To the Directors of Primewest (USA) Pty Ltd as Trustee for Primewest (USA) Trust

Opinion

We have audited the financial report of Primewest (USA) Trust ("the Trust"), which comprises the statement of financial position as at 30 June 2019, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by directors of Primewest (USA) Pty Ltd ("the Trustee").

In our opinion the accompanying financial report presents fairly, in all material respects, the financial position of Primewest Funds Limited as at 30 June 2019, and its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards.

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 Trust in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the Trustee for the Financial Report

The Trustee is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Trustee is responsible for assessing the Trust'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 Trustee either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

The Trustee is responsible for overseeing the Trust's financial reporting process.

THE POWER OF BEING UNDERSTOOD

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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 at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.



RSM AUSTRALIA PTY LTD



Perth, WA
Dated: 11 October 2019

J A KOMNINOS
Director