ABN 17 006 852 820 PTY LTD (FORMERLY KNOWN AS AQUAMAX PTY LTD)

DIRECTORS REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014

In accordance with a resolution of the Directors dated 19 December 2014, the Directors of the Company have pleasure in reporting on the company for the financial year ended 30 September 2014 and the state of affairs as at 30 September 2014.

The Directors of the company in office at the date of this report are:
Richard Rees Delwyn G. Rees

PRINCIPAL ACTIVITIES:
ABN 17 006 852 820 Pty Ltd is a non-operating entity.

DIVIDENDS:
No dividends were paid or proposed during the year.

REVIEW OF OPERATIONS:
The Company was non-operating during the year, and only collected interest on cash deposits.

REVIEW OF FINANCIAL POSITION
The directors refer readers to the financial statements including, statement of profit or loss and other comprehensive income, statement of financial position, statement of changes in equity and statement of cash flows, in relation to the company's financial position and comparison.

OPERATING RESULTS:
The net profit for ABN 17 006 852 820 Pty Ltd, after providing for an income tax revenue of $1,815 (2013 $636 *expense*) amounted to $5,913 (2013 $163).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS :
No significant changes to the company's state of affairs have occurred during the year.

EVENTS SUBSEQUENT TO BALANCE 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 and the results of those operations or the state of affairs of the company in financial years subsequent to the financial year ended 30 September 2014.

ENVIRONMENTAL ISSUES:
The Company is not subject to significant environmental regulation in respect of its activities.

PROCEEDINGS ON BEHALF OF THE COMPANY:
No person has applied for leave of Court to begin proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

INDEMNIFICATION OF OFFICERS AND AUDITORS
During the financial year, the holding company paid a premium of $14,820 in respect of a contract insuring the directors of the company (as named below) and all executive officers of the company and of any related body corporate against a liability incurred as such a director, secretary or executive officer to the extent of the policy limits with a current $7,500,000 in aggregate for all claims per twelve months.

The company has not otherwise, during or since the financial year, indemnified or agreed to indemnify an officer or auditor of the company or of any related body corporate against a liability incurred as such an officer or auditor.

FUTURE DEVELOPMENTS

No information has been included on the likely developments of the Company as the directors are of the opinion that to include such comments would be unreasonably prejudicial to the interests of the Company.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration for the year ended 30 September 2014 is included on page 5 of the Financial Report.

OPTIONS

No options over shares or interest in the group have been taken up during the period, or are outstanding at the end of the period.

REMUNERATION REPORT

The Board policy for determination of the nature and amount of remuneration for directors and senior executives is based on the yearly Chairman and Managing Director's assessment of individual's performance and the general overall performance of the company.

It is the stated policy that depending on this assessment, the level of remuneration may be increased or decreased after a review from its previous level.

The criteria on which individual performance is assessed are:-

- technical knowledge and skills in light of current levels for the applicable occupation or profession
- application by the individual of their knowledge and skills to their tasks
- the ability and success in imparting their knowledge, skills and work ethic to personnel assigned to them
- the ability to complete assignments successfully and in the allocated time
- the ability to assist the company and or subsidiary achieve profitable short, medium and long term performance and growth by delivering customers with quality, competitively priced and innovative products and services.

The table below sets out the remuneration paid during the year to Directors and executives with a breakdown into salaries/ bonuses, superannuation and non-monetary benefits.

No equity component of remuneration is provided but board policy is to encourage directors and executives to purchase shares in the company on the stock exchange with the objective of long term investment.

		Short Term Benefits				Post-Employment Benefits			
Name	Office	Salary/Bonus [1]		Non-Monetary Benefits		Superannuation		Total	
		2014 ($)	2013 ($)	2014 ($)	2013 ($)	2014 ($)	2013 ($)	2014 ($)	2013 ($)
D.G. Rees	Director	70,000	70,000	-	-	6,519	1,619	76,519	71,619
R. Rees	Director	278,000	305,000	40,000	40,000	28,591	27,741	346,591	372,741
Total		348,000	375,000	40,000	40,000	35,110	29,360	423,110	444,360

[1] R. Rees' salary for 2014 includes a bonus of $93,000 (2013: $120,000).

The above table represents the remuneration received from all companies in the group.

Signed in accordance with a resolution of the Directors made pursuant to S.298(2) of the Corporations Act 2001.

On behalf of the directors.

Mr. D. G. Rees
Director

Mr. R. Rees
Director

Moorabbin,
19 December 2014

Hayes Knight Audit
chartered accountants · your partners in success

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Registered Audit Company 291969

ABN 17 006 852 820 PTY LTD
ACN: 006 852 820

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ABN 17 006 852 820 PTY LTD

Report on the Financial Report

We have audited the accompanying financial report of ABN 17 006 852 820 Pty Ltd, which comprises the statement of financial position as at 30 September 2014, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) 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 is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion

In our opinion the financial report of ABN 17 006 852 820 Pty Ltd is in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the company's financial position as at 30 September 2014 and of its performance of the year ended on that date; and

(b) complying with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

Hayes Knight Audit

Hayes Knight Audit Pty Ltd
Melbourne

Richard Cen
Director

Dated this 19 day of December 2014

DIRECTORS' DECLARATION

The directors declare that:

a) The attached financial statements and notes (pages 6 to 19) thereto comply with Australian Accounting Standards;

b) The attached financial statements and notes thereto give a true and fair view of the financial position and performance of the company and the economic entity;

c) In the directors' opinion, the attached financial statements and notes thereto are in accordance with the Corporations Act 2001; and

d) 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.

Signed, in accordance with a resolution of the directors made pursuant to s.295(5) of the Corporations Act 2001.

On behalf of the Directors

Mr. D. G. Rees Director	Mr. R. Rees Director

Moorabbin,
19 December 2014

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ABN 17 006 852 820 PTY LTD
ACN: 006 852 820

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF ABN 006 852 820 PTY LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2014 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.

Hayes Knight Audit

Hayes Knight Audit Pty Ltd
Melbourne

Richard Cen
Director

Dated this 19 day of December 2014

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2014

	NOTE	2014 $	2013 $
Revenues	17	6,489	7,376
Expenses	18	(2,391)	(6,577)
Finance costs	18	-	-
Operating profit/(loss) before income tax		4,098	799
Income tax (expense)/income	19	1,815	(636)
Profit/(loss) after income tax		5,913	163

Notes to and forming part of the accounts are set out on pages 10 to 19.

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2014

	NOTE	2014 $	2013 $
Current Assets			
Cash assets	20	213,314	207,748
Receivables	2	-	-
Inventories	3	-	-
Current tax receivables	11	2,974	3,571
TOTAL CURRENT ASSETS		216,288	211,319
Non-Current Assets			
Other financial assets	4	60	60
Plant and equipment	5	-	756
Deferred tax assets	6	45,641	47,175
TOTAL NON-CURRENT ASSETS		45,701	47,991
TOTAL ASSETS		261,989	259,310
Current Liabilities			
Payables	7	223,193	226,427
Financial liabilities	8	-	-
Provisions	9	10,000	10,000
Current tax liability	10	-	-
TOTAL CURRENT LIABILITIES		233,193	236,427
TOTAL LIABILITIES		233,193	236,427
NET ASSETS		28,796	22,883
Equity			
Issued capital	12	2,219	2,219
Retained profits		26,577	20,664
TOTAL SHAREHOLDERS' EQUITY		28,796	22,883

Notes to and forming part of the accounts are set out on pages 10 to 19.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2014

	Issued Capital	Reserves	Retained Earnings	Total Equity
Balance at October 1, 2012	2,219	-	20,501	22,720
Net profit for the period	-	-	163	163
Dividend paid to Parent Entity	-	-	-	-
Balance September 30, 2013	2,219	-	20,664	22,883
Net profit for the period	-	-	5,913	5,913
Dividend paid to Parent Entity	-	-	-	-
Balance September 30, 2014	2,219	-	26,577	28,796

Notes to and forming part of the accounts are set out on pages 10 to 19.

STATEMENT OF CASH FLOWS FOR YEAR ENDED 30 SEPTEMBER 2014

	NOTE	2014 $	2013 $
Cash flows from Operating Activities			
Receipts from customers		-	(4,384)
Payment to suppliers & employees		(923)	(1,522)
Interest received		6,489	7,375
Net cash provided by operating activities	20(ii)	5,566	1,469
Cash flows from Investing Activities			
Payment for property, plant & equipment		-	-
Proceeds from sale of business		-	-
Net cash provided by/(used in) investing activities		-	-
Cash flows from Financing Activities			
Proceeds from/(repayments of) borrowings		-	-
Dividends Paid		-	-
Net cash provided by/(used in) financing activities		-	-
Net increase/(decrease) in cash flows		5,566	1,469
Cash at beginning of financial year		207,748	206,279
Cash at end of financial year	20(i)	213,314	207,748

Notes to and forming part of the accounts are set out on pages 10 to 19.

Note 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report prepared to satisfy the financial report preparation requirements of the *Corporations Act 2001*.

ABN 17 006 852 820 Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

The financial report has been prepared for a for-profit entity, with the Australian Dollar as presentation currency and amounts rounded to the nearest whole dollar.

Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with Australian Accounting Standards, including Australian accounting interpretations, other authoritative pronouncements of the Australian Accounting Standards Board & The Corporations Act 2001.

The financial report of ABN 17 006 852 820 Pty Ltd complies with Australian Accounting Standards. Material accounting policies adopted in the preparation of these statements are stated below & were consistently applied unless otherwise stated.

The financial statements were authorised for issue on 19 December 2014 by the directors of the company.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(A) Significant Accounting Policies

Accounting policies are selected and applied in a manner which helps ensure that the resultant financial information satisfies the concepts of relevance and reliability, thereby, ensuring that the substance of the underlying transactions and other events is reported. The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

(B) Plant and Equipment

Depreciation has been charged in the accounts using either the reducing balance or straight line method on all classes of depreciable assets so as to write off their book value over the estimated useful life of the asset. The following estimated useful lives are used in the calculation of depreciation. Plant and Equipment 4 – 8 years.

(C) Inventories

The Company has:

(i) Valued stocks at the lower of cost and net realisable value.

(ii) Calculated costs by including all variable manufacturing cost, and an appropriate portion of fixed manufacturing cost, but excluding selling, distribution and administration expenses.

(iii) Assigned cost to inventory quantities on hand at balance date on a first in first out basis.

(D) Research and Development Expenditure

Expenditure during the research phase of a project is recognised as an expense when incurred. Development costs are capitalised only when technical feasibility studies identify that the project will deliver future economic benefits and these benefits can be measured reliably.

Development costs have a finite life and are amortised on a systematic basis matched to the future economic benefits over the useful life of the project.

(E) Employee Entitlements

Provision is made for benefits accruing to employees in respect of annual leave and long service leave when it is probable that settlement will be required and are capable of being measured reliably.

Provisions made in respect of annual leave and long service leave, expected to be settled within 12 months and after 12 months are measured at their nominal values plus related on costs.

(F) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to entities within the economic entity are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated to the reduction of the lease liability. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(G) Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted with changes in presentation for the current financial year.

(H) Receivables

Trade receivables and other receivables are recorded at amounts due less any provision for doubtful debts.

(I) Recoverable Amount of Non-Current Assets

Non-current assets are written down to recoverable amount where the carrying value of any non-current assets exceed recoverable amount. In determining the recoverable amount of non-current assets, the expected net cash flows have been discounted to their present value.

(J) Payables

Trade payables and other accounts payable are recognised when the economic entity becomes obliged to make future payments resulting from the purchase of goods and services.

(K) Revenue

Revenue from the sale of goods is recognised upon the delivery and invoicing of goods to customers. Interest revenue is recognised when accrued.

(L) Provision for Warranties

Provision is made in respect of the company’s estimated liability on products under warranty at balance date.

(M) Income Tax

The company adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

ABN 17 006 852 820 Pty Ltd, which is a wholly-owned Australian subsidiary company, is a member of an income tax consolidated group under the tax consolidation regime. ABN 17 006 852 820 Pty Ltd recognises its own current and deferred tax liabilities, except for any deferred tax liabilities resulting from unused tax losses and tax credits, which are immediately assumed by the parent entity. The current tax liability of the entity is then subsequently assumed by the parent entity. The group notified the Australian Tax Office that it had formed an income tax consolidated group to apply from October 1, 2003. The tax consolidated group has entered a tax sharing agreement whereby each company in the group contributes to the income tax payable in proportion to their contribution to the net profit before tax of the tax consolidated group.

(N) Borrowing costs

Borrowing costs are recognised in income in the period in which they are incurred.

(O) Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key estimates - Impairment

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

	2014 $	2013 $
NOTE 2. CURRENT RECEIVABLES		
Trade Receivables	-	-
Provisions for impairment	-	-
Other	-	-
	-	-
NOTE 3. CURRENT INVENTORIES		
Finished goods	-	-
Raw materials	-	-
Work in progress	-	-
	-	-
NOTE 4. NON-CURRENT OTHER FINANCIAL ASSETS		
Investment in subsidiary		
-Shares at cost	60	60
	60	60
NOTE 5. PLANT AND EQUIPMENT		
Plant and machinery at cost	390,191	390,191
Less Accumulated depreciation	(390,191)	(390,191)
	-	-
Leased Plant and machinery	-	-
Less Accumulated amortisation	-	-
	-	-
Office equipment, Furniture and fittings at cost	49,923	49,923
Less Accumulated depreciation	(49,923)	(49,167)
	-	756
Motor Vehicles at cost	65,909	65,909
Less Accumulated depreciation	(65,909)	(65,909)
	-	-
TOTAL PLANT AND EQUIPMENT	-	756

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year.

	Plant and Equipment	Leased Plant and Equipment	Total
Balance at 30 September 2013	756	-	756
Additions	-	-	-
Disposals	-	-	-
Depreciation expense	(756)	-	(756)
Balance at 30 September 2014	-	-	-

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the previous financial year.

	Plant and Equipment	Leased Plant and Equipment	Total
Balance at 30 September 2012	5,191	-	5,191
Additions	-	-	-
Disposals	-	-	-
Depreciation expense	(4,435)	-	(4,435)
Balance at 30 September 2013	756	-	756

	2014 $	2013 $
NOTE 6. DEFERRED TAX ASSETS		
Deferred Tax Assets	45,641	47,175
	45,641	47,175
NOTE 7. PAYABLES		
Unsecured:		
Sundry Creditors	36,065	36,679
Trade Creditors	-	-
Amounts payable to controlled entity	614	614
Secured		
Loan from Sietel Ltd (i)	186,514	189,134
	223,193	226,427
NOTE 8. FINANCIAL LIABILITIES		
Secured		
Lease Liability – Sietel Ltd (i)	-	-
	-	-

(i) The loan from Sietel Ltd is secured by a registered debenture over all the assets and undertakings of the company.

NOTE 9. CURRENT PROVISIONS

	Annual Leave ($)	Long Service Leave ($)	Directors' Fees ($)	Provision for Warranty ($)	Total ($)
Opening Balance at 1 Oct 2013	-	-	10,000	-	10,000
Additional provisions	-	-	-	-	-
Amounts used	-	-	-	-	-
Amounts paid out on resignation	-	-	-	-	-
Amounts transferred out	-	-	-	-	-
Balance at 30 September 2014	-	-	10,000	-	10,000

	2014 $	2013 $
NOTE 10. CURRENT TAX LIABILITY		
Current Tax Liability	-	-
	-	-
NOTE 11. CURRENT TAX RECEIVABLE		
Current Tax Receivable	2,974	3,571
	2,974	3,571
NOTE 12. ISSUED CAPITAL		
Balance at beginning of financial year	2,219	2,219
Balance at end of financial year	2,219	2,219

Ordinary Shareholders are entitled to one vote per share.

NOTE 13. REMUNERATION OF KEY MANAGEMENT PERSONNEL
Income received or due and receivable by all directors of the company from the company and any related bodies corporate $423,110 (2013 $444,360).

The number of Directors whose income from the company and related bodies corporate was within the following bands.

	2014	2013
$ 0 - $ 269,999	1	1
$ 270,000 - $ 449,999	1	1
$ 450,000 - $ 599,999		
$1,600,000 - $1,699,999		

Retirement and Superannuation payments paid on retirement from office or to prescribed superannuation funds for provision of retirement benefits of Directors of the Company: $ 35,110 (2013 $29,360).

The names of the Directors who have held office during the financial year:

Richard Rees　　　　Delwyn Rees

	2014 $	2013 $
NOTE 14. AUDITORS REMUNERATION		
Amounts received or due and receivable by the company's Auditors for :		
- Audit and review	712	619
- Other services	-	-

NOTE 15. RELATED PARTY TRANSACTIONS
a. Mr. R. Rees and Mr. D. G. Rees are directors of the company. Mr. R. Rees and Mr. D. G. Rees are also directors of the chief entity, Sietel Limited.

b. The Directors that held office during the year were: Mr. R. Rees
Mr. D. G. Rees

c. The ultimate chief entity is Sietel Limited which owns 100% (2013 100%) of ABN 17 006 852 820 Pty Ltd. Sietel Limited has made a secured loan of $186,514 (2013 $189,134) to the company in lieu of a direct bank loan with no set period of repayment.

NOTE 16. SEGMENT REPORTING
The company operated predominantly in Australia in the manufacturing industry until the transfer of business to Rheem Australia Pty Ltd on 3rd August 2009 in accordance with the Sale Agreement.

	2014 $	2013 $
NOTE 17. REVENUE		
Operating:		
Sales Revenue	-	-
Interest received		
- Other Corporations	6,489	7,376
Other Revenue	-	-
	6,489	7,376
Non-Operating:		
Gain on disposal		
-property, plant and equipment	-	-
	-	-
Total Revenue	6,489	7,376

	2014 $	2013 $
NOTE 18. EXPENSES		
(a) Operating profit before income tax has been determined after:		
Costs of goods sold	-	-
Overheads (Including depreciation)	1,443	5,094
Administration expenses	948	919
Selling expenses	-	-
Bad debts and other	-	564
Total expense	2,391	6,577
Depreciation of:		
-Plant and equipment owned	756	4,435
-Plant and equipment leased	-	-
	756	4,435
(b) Finance costs (borrowings)		
-Interest paid		
Other corporations	-	-
Finance leases	-	-
	-	-
(c) Net transfers to (from) provisions for:		
- Employee entitlements	-	-
Research and Development costs	-	-

	2014 $	2013 $
NOTE 19. INCOME TAX EXPENSE		
(a) The prima facie tax on operating profit is reconciled to the income tax expense (benefit) in the accounts as follows:		
Operating profit (loss) before Income Tax	4,098	799
Prima Facie income tax expense applicable to Operating Profit at 30% (2013 30%)	1,229	240
Add/Deduct tax effect of:		
Permanent Differences	-	-
Entertainment Expenses	-	-
Research and Development expenditure	-	-
Other items	-	-
Reclassification of brought forward differences and overprovision for tax	(3,044)	396
Income Tax Expense/(Revenue) per Accounts	(1,815)	636
The applicable weighted average effective tax rates	0%	80%

NOTE 20. NOTES TO THE STATEMENT OF CASH FLOWS

(i) Reconciliation of cash

For the purpose of the statement of cash flows cash includes:

(1) Cash on hand and at call deposits with banks or financial Institutions.
(2) Investments in money market instruments with less than 14 days to maturity.

Cash at the end of the year is shown in the balance sheet as:

	2014 $	2013 $
Cash at bank	213,314	207,748

(ii) Reconciliation of cash flows from operations with Operating Profit after income tax.

	2014 $	2013 $
Operating Profit after income tax	5,913	163
Non-cash flows in operating Profit		
- Depreciation	756	4,435
- (Profit)/Loss on sale of plant and equipment	-	-
- (Profit)/Loss on sale of investments	-	-
Changes in assets and liabilities		
- (Increase)/Decrease in trade debtors and other assets	-	-
- (Increase)/Decrease in inventories	-	-
- Increase/(Decrease) in trade creditors and other financial liabilities	(3,234)	(3,765)
- Increase/(Decrease) in provision for warranties	-	-
- Increase/(Decrease) in provisions	-	-
- Movements in taxation balances	2,131	636
Net cash provided by operating activities	5,566	1,469

NOTE 21. SUPERANNUATION COMMITMENTS
ABN 17 006 852 820 Pty Ltd (Formerly known as Aquamax Pty Ltd) pays the employer's contribution required by the Superannuation Guarantee Charge Act and any further salary sacrifice amounts or employee contributions, if instructed, to complying superannuation funds as selected by their employees.

The amount and time of payment of benefits by these various superannuation funds will be in accordance with the terms and conditions negotiated by each individual employee and are not guaranteed in any way by the company.

The company has a legal obligation to contribute to these superannuation funds in accordance with relevant requirements of the Superannuation Guarantee legislation.

NOTE 22. FINANCIAL INSTRUMENTS
(a) Significant Accounting Policies
Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 1 to the accounts.

The Company's financial instruments consist mainly of deposits with banks, local money market instruments, and accounts receivable and payable.

(b) Interest Rate Risk
The following details the company's exposure to interest rate risk as at the reporting date.

	2014 Average Interest Rate %	2014 Total $	2013 Average Interest Rate %	2013 Total $
Financial Assets				
Cash	3.08	213,314	1.63	207,748
		213,314		207,748

The company has performed sensitivity analysis relating to its exposure to interest rate risk at balance date. The sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks.

At 30 September 2014, the effect on profit and equity as a result of changes in the interest rate, with all other variables remaining constant would be as follows for interest revenue.

	2014 $	**2013** $
Change in profit		
- Increase in interest rate by 1%	2,104	2,094
- Decrease in interest rate by 1%	(2,000)	(1,983)
Change in equity		
- Increase in interest rate by 1%	2,104	2,094
- Decrease in interest rate by 1%	(2,000)	(1,983)

(c) Credit Risk
Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the entity. The entity has adopted the policy of only dealing with creditworthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults. The company measures credit risk on a fair value basis.

(d) Net Fair Value
The carrying amount of financial assets and financial liabilities recorded in the financial statements represents their respective net fair values, determined in accordance with the accounting policies disclosed in note 1 to the accounts.

NOTE 23. COMPANY DETAILS

The registered office of the company is:
C/~ Cook's Body Works Pty Ltd 140-144 Cochranes Road, Moorabbin VIC 3189
The principal place of business is:
As above

NOTE 24. NEW ACCOUNTING STANDARDS FOR APPLICATION IN FUTURE PERIODS

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

AASB 9: Financial Instruments and associated Amending Standards (applicable for annual reporting periods commencing on or after 1 January 2017).

The Standard will be applicable retrospectively (subject to the comment on hedge accounting 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 made to the Standard that may affect the Group on initial application include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, 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 AASB 9, the application of such accounting would be largely prospective.

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

AASB 2012-3: Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities (applicable for annual reporting periods commencing on or after 1 January 2014).

This Standard provides clarifying guidance relating to the offsetting of financial instruments, which is not expected to impact the Group's financial statements.

Interpretation 21: Levies (applicable for annual reporting periods commencing on or after 1 January 2014).

Interpretation 21 clarifies the circumstances under which a liability to pay a levy imposed by a government should be recognised, and whether that liability should be recognised in full at a specific date or progressively over a period of time. This Interpretation is not expected to significantly impact the Group's financial statements.

AASB 2013-3: Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets (applicable for annual reporting periods commencing on or after 1 January 2014).

This Standard amends the disclosure requirements in AASB 136: Impairment of Assets pertaining to the use of fair value minus cost of disposal in impairment assessment and is not expected to significantly impact the Group's financial statements.

AASB 2013-4: Amendments to Australian Accounting Standards - Novation of Derivatives and Continuation of Hedge Accounting (applicable for annual reporting periods commencing on or after 1 January 2014).

AASB 2013-4 makes amendments to AASB 139: Financial Instruments: Recognition and Measurement to permit the continuation of hedge accounting in circumstances where a derivative, which has been designated as a hedging instrument, is novated from one counterparty to a central counterparty as a consequence of laws or regulations. This Standard is not expected to significantly impact the Group's financial statements.

AASB 2013-5: Amendments to Australian Accounting Standards - Investment Entities (applicable for annual reporting periods commencing on or after 1 January 2014).

AASB 2013-5 amends AASB 10: Consolidated Financial Statements to define an Investment entity" and requires, with limited exceptions, that the subsidiaries of such entities be accounted for at fair value through profit or loss in accordance with AASB 9 and not be consolidated. Additional disclosures are also required. As neither the parent nor its subsidiaries meet the definition of an investment entity, this Standard is not expected to significantly impact the Group's financial statements.