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Request Number 9977769.

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Name: CANSTRUCT INTERNATIONAL PTY LTD
ACN : 603 088 151

<i>Document ID</i>	<i>No. of Pages</i>	<i>Date Lodged</i>
7EAF68262	25	01/11/18

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Australian Securities & Investments Commission

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Document No. **7EAF68262**
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Form 388
Corporations Act 2001
294, 295, 298-300, 307, 308, 319, 321, 322
Corporations Regulations
1.0.08

Copy of financial statements and reports

Company details

Company name

CANSTRUCT INTERNATIONAL PTY LTD

ACN

603 088 151

Lodgement details

Registered auditor number

300187

Registered auditor name

SHAUN JASON LINDEMANN

Reason for lodgement of statement and reports

A large proprietary company that is not a disclosing entity

Dates on which financial year ends

Financial year end date

30-06-2018

Details of large proprietary company

What is the consolidated revenue of the large proprietary company and the entities that it controls?

212120244

What is the value of the consolidated gross assets of the large proprietary company and the entities that it controls?

79894059

How many employees are employed by the large proprietary company and the entities that it controls?

616

How many members does the large proprietary company have?

4

Form 388 - Copy of financial statements and reports
CANSTRUCT INTERNATIONAL PTY LTD ACN 603 088 151

Auditor's report

Were the financial statements audited?

Yes

Is the opinion/conclusion in the report modified? (The opinion/conclusion in the report is qualified, adverse or disclaimed)

No

Does the report contain an Emphasis of Matter and/or Other Matter paragraph?

Yes

Details of current auditor or auditors

Appointment of an auditor

Date of appointment **14-06-2018**
Business Name **PKF Hacketts Audit**
Address
LEVEL 6
10 EAGLE STREET
BRISBANE QLD 4000
Australia

Certification

I certify that the attached documents are a true copy of the original reports required to be lodged under section 319 of the Corporations Act 2001.

Yes

Signature

Select the capacity in which you are lodging the form
Agent

I certify that the information in this form is true and complete and that I am lodging these reports as, or on behalf of, the company.

Yes

Authentication

This form has been authenticated by
Name **SHAUN JASON LINDEMANN**
This form has been submitted by
Name **Shaun Jason LINDEMANN**
Date **01-11-2018**

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Web www.asic.gov.au

Form 388 - Copy of financial statements and reports
CANSTRUCT INTERNATIONAL PTY LTD ACN 603 088 151

Ask a question?
Telephone

www.asic.gov.au/question
1300 300 630

Canstruct International Pty Ltd
ABN : 16 603 088 151

SPECIAL PURPOSE FINANCIAL REPORT
for the year ended 30 June 2018

CANSTRUCT INTERNATIONAL PTY LTD

DIRECTORS' REPORT

Your Directors present their report on the company for the year ended 30 June 2018.

Directors

The following persons were Directors of the company during the whole of the year and up to the date of this report:

Robin Anthony Murphy
Rory Patrick Murphy
Adrian John Murphy
Daniel James Murphy

Principal Activities

The company's principal activity during the year consisted of facilities and project management.

Operating Result and Review of Operations

The net profit for the year ended 30 June 2018 was \$43,157,374 (2017: Nil).

2017/18 financial year represents the first reporting period for Canstruct International Pty Ltd. The business commenced trading from October 2017 delivering turnover of \$211,987,533 and profit after taxation of \$43,157,374.

Dividends Paid or Recommended

No dividends have been declared or paid during the financial year.

Environmental Regulations

The company is not affected by any significant environmental legislation.

Matters Subsequent to the end of the year

There has not arisen in the interval between the end of the year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the company, to affect significantly the operations of the company, results of those operations, or the state of affairs of the company, in subsequent years.

Likely Developments and Expected Results of Operations

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

CANSTRUCT INTERNATIONAL PTY LTD

DIRECTORS' REPORT (continued)

Significant Changes in State of Affairs

There were no significant changes in the state of affairs of the company during the year and no changes are anticipated.

Options

No options were issued during the year and there are no options over unissued shares as at the end of the year.

Indemnification of Officers

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor at the company.

Legal Proceedings

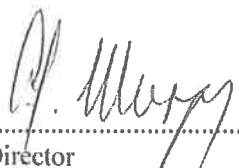
No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party, for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the Corporations Act 2001.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is provided with this report.

This report is signed in accordance with a resolution of the Directors.


.....
Director

Brisbane, 30th October 2018

PKF Hacketts



AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
CANSTRUCT INTERNATIONAL PTY LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018, there have been no contraventions of:

- (a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.


PKF HACKETTS


SHAUN LINDEMANN
PARTNER

30 OCTOBER 2018
BRISBANE

CANSTRUCT INTERNATIONAL PTY LTD

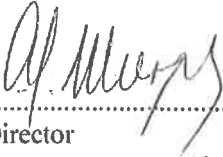
DIRECTORS' DECLARATION

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 described 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 5 to 19, are in accordance with the Corporations Act 2001 and:
 - a) Comply with Australian Accounting Standards to the extent outlined in Note 1.
 - b) Give a true and fair view of the company's financial position as at 30 June 2018 and of 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.


.....
Director

Brisbane, 30th October 2018

CANSTRUCT INTERNATIONAL PTY LTD
STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2018

	Note	2018 \$	2017 \$
REVENUE			
Sales Revenue	2	211,987,533	-
Cost of Sales		(121,717,320)	-
Gross Profit		<u>90,270,213</u>	<u>-</u>
Other Revenue	2	132,711	-
Employee benefits and on-costs		(33,504,764)	-
Depreciation and amortisation expenses		(3,123)	-
Finance costs		-	-
Other expenses		(5,103,858)	-
Profit before income tax		<u>51,791,180</u>	<u>-</u>
Income tax expense	4	(8,633,806)	-
Net Profit for the year		<u>43,157,374</u>	<u>-</u>
Other Comprehensive Income		-	-
Total Comprehensive Income		<u>43,157,374</u>	<u>-</u>
Profit Attributable to members		<u>43,157,374</u>	<u>-</u>
Total Comprehensive Income attributable to members		<u>43,157,374</u>	<u>-</u>

The accompanying notes form part of these financial statements.

CANSTRUCT INTERNATIONAL PTY LTD

STATEMENT OF FINANCIAL POSITION
As at 30 June 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	65,520,433	8
Trade and other receivables	6	11,241,257	-
Inventories	7	2,572,983	-
Other current assets	8	510,899	-
TOTAL CURRENT ASSETS		79,845,572	8
NON-CURRENT ASSETS			
Property, plant and equipment	9	48,487	-
TOTAL NON-CURRENT ASSETS		48,487	-
TOTAL ASSETS		79,894,059	8
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	33,051,690	-
Interest Bearing Liabilities	11	778,685	-
Provisions	12	2,272,496	-
Current Tax Liabilities	13	633,806	-
TOTAL CURRENT LIABILITIES		36,736,677	-
TOTAL LIABILITIES		36,736,677	-
NET ASSETS		43,157,382	8
EQUITY			
Contributed equity	14	8	8
Retained earnings		43,157,374	-
TOTAL EQUITY		43,157,382	8

The accompanying notes form part of these financial statements.

CANSTRUCT INTERNATIONAL PTY LTD

STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June 2018

Note	Issued Capital (Ordinary Shares)	Retained Earnings	Total
	\$	\$	\$
Balance at 1 July 2016	8	-	8
Comprehensive income			
Profit for the year	-	-	-
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year attributable to members of the entity	-	-	-
Transactions with owners, in their capacity as owners	-	-	-
Dividends paid or provided for	-	-	-
Total transactions with owners	-	-	-
Balance at 30 June 2017	8	-	8
Comprehensive income			
Profit for the year	-	43,157,374	43,157,374
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year attributable to members of the entity	-	43,157,374	43,157,374
Transactions with owners, in their capacity as owners	-	-	-
Dividends paid or provided for	-	-	-
Total transactions with owners	-	-	-
Balance at 30 June 2018	8	43,157,374	43,157,382

The accompanying notes form part of these financial statements.

CANSTRUCT INTERNATIONAL PTY LTD

STATEMENT OF CASHFLOWS,
for the year ended 30 June 2018

	Note	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		212,398,902	-
Payments to suppliers and employees		(139,738,231)	-
Interest paid		(32)	-
Interest received		132,711	-
Income tax paid		(8,000,000)	-
Net cash provided by (used in) operating activities	15(b)	64,793,350	-
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Payment for property, plant and equipment		(51,610)	-
Net cash used in investing activities		(51,610)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Share Capital Paid		-	8
Net cash provided by (used in) financing activities	15(b)	-	8
Net (decrease) increase in cash held		64,741,740	8
Cash at beginning of financial year		8	-
Cash at end of financial year	15(a)	64,741,748	8

The accompanying notes form part of these financial statements.

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Canstruct Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

The financial statements were authorised for issue on 30th October 2018 by the directors of the company.

Basis 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 general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Corporations Act 2001. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This financial report has been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes.

The amounts presented in the financial statements are in Australian dollars and have been rounded to the nearest dollar.

The accounting policies that have been adopted in the preparation of this report are as follows:

Accounting Policies

(a) Revenue & Other Income recognition

Revenue recognition relating to the provision of services is recognised on a monthly basis as determined with reference to the contractual terms under the *Contract in relation to the provision of Garrison and Welfare Services on the Republic of Nauru*, as services are provided by the company.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

All revenue is stated net of goods and services tax.

(b) Expenses

Expenditure is recognised when goods and services are provided to the company and are recognised upon incurrence as a liability.

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Income tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, the deferred income tax is not accounted for as it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is possible that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(d) Cash & Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(e) Receivables

All trade debtors are recognised at the amounts receivable as they are due for settlement within normal trading terms of 30 days or in accordance with contractual terms. The ability to collect trade debtors is reviewed on an ongoing basis. Unrecoverable debts are written off and a provision is made where the ability to collect is uncertain.

CANSTRUCT INTERNATIONAL PTY LTD

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Goods & Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of the acquisition of the asset or as part of the item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

(g) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date.

Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

(h) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

(i) Inventories

Inventories balances represent Stock on hand and Stock in transit as at 30 June 2018. Inventories are valued according to the First in First out method of valuation.

(j) Trade and other creditors

These amounts represent liabilities for goods and services provided to the company prior to the end of the year and which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition.

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Interest bearing liabilities

Loans, lease liabilities and hire purchase obligations are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period it becomes due and is recorded as part of the borrowing balance.

(l) Comparative Figures

The company commenced trading from October 2017, therefore there are no comparative operating results. When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(m) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgments incorporated into the financial statements 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 judgments

(i) Provision for the impairment of receivables

The trade receivables reported as at the end of the reporting period are considered to be recoverable therefore the directors believe that no provision for impairment is required.

(ii) Provision for the termination of contract costs.

The company's single contract with the Commonwealth of Australia is due to expire on the 31st October 2018. As such, provisions have been recognised in relation to expected costs based on directors estimates of the expected cost and probability of the contract concluding.

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(n) New Accounting Standards for Application in Future Periods

At the date of authorisation of the financial statements, the Standards and Interpretations listed below, were in issue but not yet effective.

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 9 "Financial Instruments", and the relevant amending standards	1 January 2018	30 June 2019
AASB 15 "Revenue from contracts with customers"	1 January 2018	30 June 2019
AASB 16 "Leases"	1 January 2019	30 June 2020

As the company is currently recognising revenue over time in relation to the services provided under the contract with the Commonwealth of Australia, the impact of AASB 15 is not expected to be significant.

Introduction of AASB 16 is expected to have a material impact by recognising a right to use asset and corresponding lease liability for all significant and/or long term operating leases. All the amounts currently shown as operating commitments at note 16, will be impacted by the application of this standard.

While the Directors assessment of the impact from introduction of AASB 9 has yet to be finalised, adoption of this standard is not expected to materially impact the company.

(o) Significant contract with the Commonwealth of Australia.

The majority of project revenue for the current reporting period has been received under a single contract between the company and the Commonwealth of Australia. This contract has an expiry date of 31 October 2018, and as at the date of these financial statements, this contract had not been renewed.

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

2. REVENUE	2018	2017
	\$	\$
Sales revenue:		
Project revenue	211,987,533	-
Other revenue:		
Interest	132,711	-
	<u>212,120,244</u>	<u>-</u>

3. NET PROFIT

The net profit before income tax expense includes the following specific net gains and expenses:

Revenue and Net gains		
Interest	132,711	-
Expenses		
Depreciation/amortisation	3,123	-
Consultant expense	735,763	-
Rent expense	1,411,615	-
Insurance	1,764,064	-
Audit fees	19,500	-

4. INCOME TAX EXPENSE

(a) Numerical reconciliation of income tax expense/(benefit) to prima facie tax payable:

Net profit/(loss) before income tax expense	<u>51,791,180</u>	<u>-</u>
At the statutory income tax rate of 30% (2017: 30%) Tax effect of amounts which are not deductible (taxable) in calculating taxable income:	15,537,354	-
Entertainment	-	-
Non-assessable non-exempt income	(2,606,550)	-
Other	(1)	-
	<u>12,930,803</u>	<u>-</u>
Difference in overseas tax rates	(4,296,997)	-
Adjustments for current tax of prior periods	-	-
Income Tax Expense	<u>8,633,806</u>	<u>-</u>

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

4. INCOME TAX EXPENSE (continued)	2018	2017
	\$	\$
(b) The components of income tax expense:		
Current tax	8,633,806	-
Deferred tax	-	-
Adjustment for current tax of prior periods	-	-
	<u>8,633,806</u>	<u>-</u>
Deferred income tax (revenue) expense included in tax expense comprises:		
Decrease (increase) in deferred tax assets	-	-
(Decrease) increase in deferred tax liabilities	-	-
	<u>-</u>	<u>-</u>
Franking credits available for use in subsequent financial years	39,813	-
	<u>39,813</u>	<u>-</u>
5. CASH		
Cash at bank and on hand	65,520,433	-
	<u>65,520,433</u>	<u>-</u>
6. RECEIVABLES		
Trade debtors	5,696,052	-
Accrued Income	5,545,205	-
GST Receivable	-	-
	<u>11,241,257</u>	<u>-</u>
7. INVENTORIES		
Stock on hand	2,154,655	-
Stock in Transit	418,327	-
	<u>2,572,983</u>	<u>-</u>

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

8. OTHER CURRENT ASSETS	2018	2017
	\$	\$
Prepayments	510,899	-
Income Tax Refundable	-	-
	<u>510,899</u>	<u>-</u>
9. PROPERTY, PLANT & EQUIPMENT		
Plant & equipment – at cost	36,900	-
Less accumulated depreciation	<u>(1,643)</u>	<u>-</u>
	<u>35,257</u>	<u>-</u>
Office equipment – at cost	14,709	-
Less accumulated depreciation	<u>(1,479)</u>	<u>-</u>
	<u>13,230</u>	<u>-</u>
	<u>48,487</u>	<u>-</u>

Reconciliations of the carrying amounts of each class of plant and equipment at the beginning and end of the current financial year are set out below:

	Plant and equipment	Office equipment	Total
Carrying amount	-	-	-
Addition	36,900	14,709	51,609
Disposals	-	-	-
Transfers	-	-	-
Depreciation	<u>(1,643)</u>	<u>(1,479)</u>	<u>(3,122)</u>
Closing balance	<u>35,257</u>	<u>13,230</u>	<u>48,487</u>

10. PAYABLES

Trade creditors	11,074,383	-
Creditors accruals	20,052,334	-
PAYG Clearing	410,525	-
Superannuation payable	81,220	-
GST Payable	<u>1,433,228</u>	<u>-</u>
	<u>33,051,690</u>	<u>-</u>

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

	2018	2017
11. INTEREST BEARING LIABILITIES		
- CURRENT		
Overdraft	778,685	-
	778,685	-
12. PROVISIONS - CURRENT		
Employee entitlements	2,272,496	-
	2,272,496	-
13. TAX LIABILITIES - CURRENT		
Provision for income tax	633,806	-
	633,806	-
14. CONTRIBUTED EQUITY		
8 fully paid ordinary shares	8	8
	8	8

Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on show of hands.

CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018

	2018	2017
	\$	\$
15. CASH FLOW INFORMATION		
(a) Reconciliation of Cash		
For the purposes of the statement of cash flows, cash includes cash on hand and in banks, net of outstanding bank overdrafts. Cash at the end of the period, as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash at bank and on hand (Note 5)	65,520,433	8
Overdraft (Note 5)	(778,685)	-
Cash as per statement of cash flows	64,741,748	8
(b) Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Profit after income tax	43,157,374	-
Non-cash flows in profit:		
- Depreciation	3,123	-
- Profit on sale of assets	-	-
- Loss on sale of assets	-	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(11,241,257)	-
- (increase)/decrease in inventories	(2,572,983)	-
- (increase)/decrease in prepayments	(510,899)	-
- (increase)/decrease in other assets	-	-
- increase/(decrease) in trade and other payables	33,051,690	-
- increase/(decrease) in employee entitlements	2,272,496	-
- increase/(decrease) in income tax liabilities	633,806	-
Net Cash provided by Operating activities	64,793,350	-
16. OPERATING LEASE COMMITMENTS		
Non-cancellable operating leases contracted for but not recognised in the financial statements:		
Payable – minimum lease payments:		
- not later than 12 months	58,241,433	-
- between 12 months and five years	19,413,811	-
- later than five years	-	-
	77,655,244	-

**CANSTRUCT INTERNATIONAL PTY LTD
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018**

17. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The company has no contingent liabilities or assets as at 30 June 2018.

18. EVENTS SUBSEQUENT TO BALANCE SHEET DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

19. COMPANY DETAILS

The registered office of the company is:

Vincents Chartered Accountants
Level 34, 32 Turbot Street
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PKF Hacketts



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CANSTRUCT INTERNATIONAL PTY LTD

Report on the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report, of Construct International Pty Ltd (the company), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion the financial report of the Company 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 June 2018 and of its performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards to the extent described in Note 1 and the *Corporations Regulations 2001*.

Basis for Opinion

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 about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report.

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

Independence

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

Emphasis of Matter – Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the director's financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

Directors' Responsibilities for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report are appropriate to meet the needs of the members.

The directors' responsibilities also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether

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due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

In preparing the financial report, the Directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using a going concern basis of accounting unless the Directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. 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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individual or in 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/Home.aspx>. This description forms part of our auditor's report.

PKF Hacketts

PKF HACKETTS AUDIT

A handwritten signature in blue ink, appearing to read 'SL', with a stylized flourish extending to the right.

SHAUN LINDEMANN
PARTNER

DATED 30 OCTOBER 2018
BRISBANE