

PREPARED BY:



***DEMOLAY AUSTRALIA LTD***  
***ABN 27 618 445 444***

***FINANCIAL INFORMATION***

***FOR THE YEAR ENDED***  
***JUNE 30, 2018***

*DeMolay Australia Ltd*

*A.B.N. 27 618 445 444*

***FINANCIAL ACCOUNTS  
FOR THE Year ENDED 2018***

***CONTENTS***

<i>Statement of Financial Position</i>	<i>1</i>
<i>Statement of Profit and Loss</i>	<i>2</i>
<i>Notes to the Accounts</i>	<i>4</i>
<i>Statement By Directors</i>	<i>6</i>

***ACCOUNTING SOLUTIONS AND STRATEGIES Pty Ltd***  
*Accountants and Tax Agents*  
***PO Box 297 HAMILTON QLD 4007***

***September 3, 2018***

**DeMolay Australia Ltd**  
**STATEMENT OF FINANCIAL POSITION AS AT 30 June 2018**

	NOTE	\$	\$
<b><u>CURRENT ASSETS</u></b>			
<b><u>Cash</u></b>			
Westpac - Working Account		30217.90	
QCU Term Deposit No1		50612.55	
QCU Term Deposit No2		175000.00	
QCU - Working Account		5.53	
Bank Accounts - Chapters		625.15	
		1543.89	
<b>TOTAL CURRENT ASSETS</b>			<b>258005.02</b>
 <b><u>NON-CURRENT ASSETS</u></b>			
<b><u>Investments</u></b>			
QCU Member Share			10.00
<b>TOTAL ASSETS</b>			<b>258015.02</b>
 <b><u>CURRENT LIABILITIES</u></b>			
<b><u>Creditors &amp; Borrowings</u></b>	4		167.52
<b>TOTAL LIABILITIES</b>			167.52
<b>NET ASSETS</b>		<b>\$</b>	<b>257847.50</b>
 <b><u>EQUITY</u></b>			
<b><u>Members</u></b>			
Queensland DeMolay Grand Council Inc.		229337.98	
The Supreme Council of the Order of DeMolay of Australia		35562.08	
New South Wales Grand Council Order of DeMolay		2933.20	
Blue Mountains NSW Chapter		625.11	
Hunter Valley NSW Chapter		1122.06	
			269580.43
Accumulated Losses			11732.93
<b>TOTAL EQUITY</b>		<b>\$</b>	<b>257847.50</b>

*To be read in conjunction with Compilation Report and Notes  
to and forming part of the Financial Statements.*

**DeMolay Australia Ltd**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 30 June 2018**

	NOTE	\$	\$
<b><u>INCOME</u></b>			
Interest Received		662.57	
Income - Chapters		569.32	
		1231.89	
<b><u>TOTAL INCOME</u></b>			
			1231.89
<b><u>EXPENSES</u></b>			
Chapters		147.45	
Equipment		124.95	
General Expenses		15.98	
Insurance		3760.00	
Internet, Website, Dropbox		157.48	
Interest		0.29	
Jewels		307.50	
Legal Costs		6491.70	
Name Badges		69.53	
Postage		66.00	
Printing & Stationery		236.86	
Purchases - Stock		471.50	
Telephone & Communications		59.94	
Training Expenses		1055.64	
		12964.82	
<b><u>TOTAL EXPENSES</u></b>			
			12964.82
<b><u>PROFIT BEFORE TAX</u></b>			
		\$	(11732.93)

*To be read in conjunction with Compilation Report and Notes  
to and forming part of the Financial Statements.*

**DeMolay Australia Ltd**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 30 June 2018**

	NOTE	\$	\$
<i>Operating Loss</i>			
<i>Before Income Tax</i>	3	11732.93	
<i>Income Tax Expense</i>		-	
		<hr/>	
<b>ACCUMULATED LOSSES</b>		\$	<b>11732.93</b>
			<hr/>

*To be read in conjunction with Compilation Report and Notes  
to and forming part of the Financial Statements.*

**DeMolay Australia Ltd**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**NOTE 1 - STATEMENT OF ACCOUNTING POLICIES**

*The directors have determined that the company is not a reporting entity as in the directors' opinion there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These financial statements are therefore "special purpose financial reports" that have been prepared solely for management purposes and to meet the needs of the members.*

*The financial report has been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of:*

- (i) AASB 101 "Presentation of Financial Statements"*
- (ii) AASB 108 "Accounting Policies, Changes in Accounting Estimates and Errors"*
- (iii) AASB 1054 "Australian Additional Disclosures"*

*No other Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.*

*The financial statements have been prepared on an accruals basis and are based on historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets.*

*The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted by the Company in the preparation of this report.*

**(a) Income Tax**

*The income tax expense for the year comprises current income tax expense. The company does not recognise deferred tax assets or liabilities.*

**(b) Inventories**

*No value for inventories has been included in this report.*

**(c) GST**

*The company is not registered for GST and therefore all revenues, expenses and assets are recognised inclusive of the amount of GST*

**(d) Provisions**

*No provisions are made in this financial report.*

**DeMolay Australia Ltd****NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

\$ \$

**NOTE 2 - OPERATING REVENUE**

<b><u>Other Operating Revenue</u></b>	
Interest Received	662.57
Income - Chapters	569.32
	<hr/>
	\$ 1231.89

**NOTE 3 - OPERATING PROFIT BEFORE INCOME TAX  
HAS BEEN DETERMINED AFTER**

<b><u>CHARGING AS EXPENSES</u></b>	
Interest Other Persons	0.29

**NOTE 4 - Current**

Westpac Credit Card	
R A Jenkinson	\$ 167.52
	<hr/>

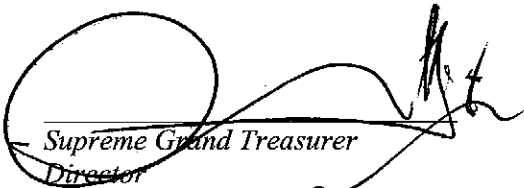
**DeMolay Australia Ltd**  
**A.B.N. 27 618 445 444**  
**STATEMENT BY DIRECTORS**

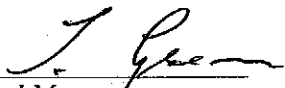
*The Directors have determined that the DeMolay Australia Ltd is not a reporting entity. This financial report is therefore a special purpose financial report prepared in accordance with the Notes to the financial report..*

*In the opinion of the Directors of the Company*

1. (a) *The accompanying Statement of Profit and Loss is drawn up so as to give a true and fair view of the results of the DeMolay Australia Ltd for the financial year ended 30th June 2018.*
- (b) *The accompanying Statement of Financial Position is drawn up so as to give a true and fair view of the state of affairs of the DeMolay Australia Ltd as at the end of that financial year.*
- (c) *At the date of this statement, there are reasonable grounds to believe that DeMolay Australia Ltd will be able to pay its debts as and when they fall due and meet any obligations or liabilities under guarantees and undertakings given to its subordinates.*
2. *The accompanying Accounts have been made out in accordance with the Accounting Standards and accounting policies described in the "Notes to and forming part of the Financial Report" and are adequate for the purpose for which the report was prepared.*
3. *The accounts have been properly prepared by a competent person.*

*This statement is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors by:*

  
\_\_\_\_\_  
*Supreme Grand Treasurer*  
*Director*

  
\_\_\_\_\_  
*Supreme Grand Master*  
*Director*

*Dated this 19 day of Sept. 20 18*



**DeMolay Australia Ltd**  
**INDEPENDENT AUDITOR'S REPORT**  
**To the Members**

*We have audited the accompanying financial report of DeMolay Australia Ltd, which comprises the statement of financial position as at June 30 2018, the statement of profit and loss for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Directors' declaration. The financial report has been prepared by the management of DeMolay Australia Ltd to fulfill the reporting obligations of the company.*

**MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL REPORT**

*Management is responsible for the preparation of the financial report in accordance with the financial reporting provisions of its constitution and applicable law, and for such internal control as management determines necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.*

**AUDITOR'S RESPONSIBILITY**

*My responsibility is to express an opinion on the financial report based upon my audit. My audit is conducted in accordance with Australian Auditing Standards. Those standards require that I 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.*

*An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend upon the auditor's judgement, 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 the internal control relevant to the entity's preparation 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 the accounting estimates made by management, as well as evaluating the overall presentation of the financial report.*

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

**BASIS FOR QUALIFIED OPINION**

*The company has interstate chapters. Management has determined that it is impractical to establish control over the collection of donations and other fundraising revenue prior to entry in its financial records. Accordingly, as the evidence available to me about revenue from these sources was limited, my audit procedures had to be restricted to the amounts recorded in the financial records. I am therefore unable to express an opinion on whether all income from fundraising activity is complete.*

*DeMolay Australia Ltd*  
**INDEPENDENT AUDITOR'S REPORT**  
*To the Members*

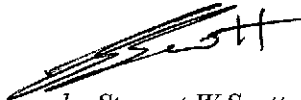
*QUALIFIED OPINION*

*In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of DeMolay Australia Ltd presents fairly in all respects in accordance with the accounting policies described in Note 1 to the financial report, the financial position of DeMolay Australia Ltd at June 30, 2018 and its financial performance for the year then ended.*

*BASIS OF ACCOUNTING AND RESTRICTION ON DISTRIBUTION AND USE*

*Without midifying my opinion, I draw your attention to the Notes to the financial report, which describe the basis of accounting. The financial report is prepared to assist DeMolay Australia Ltd to comply with its financial reporting obligations. As a result, the financial report may not be suitable for another purpose. My report is intended solely for DeMolay Australia Ltd and should not be distributed to or used by parties other than DeMolay Australia Ltd.*

*Accounting Solutions & Strategies Pty Ltd*



*by Stewart W Scott*  
*Chartered Accountant*

*BRISBANE, September 3, 2018*