

Financial Statements

Auvergne Capital Pty Ltd

ABN 88 630 175 290

For the year ended 31 December 2022

Prepared by RSM Australia - Perth

Contents

3	Profit and Loss Statement
4	Statement of Changes in Equity
5	Balance Sheet
6	Notes to the Financial Statements
11	Directors' Declaration
12	Compilation Report

Profit and Loss Statement

Auvergne Capital Pty Ltd

For the year ended 31 December 2022

	NOTES	2022	2021
Other Income			
Dividends Received		-	40,000
Total Other Income		-	40,000
Total Income			
		-	40,000
Expenses			
Accountancy Fees		-	10,500
Bank Charges		401	-
Consulting Fees		-	10,000
CoSec and ASIC Fees		166	276
Fines		888	-
Instant Asset Write Off		-	336,157
Interest		9,196	3,848
Legal Costs		-	3,622
Software Costs		-	956
Total Expenses		10,651	365,360
Profit/(Loss) Before Income Tax		(10,651)	(325,360)
Income Tax Benefit			
Income Tax Benefit		(6,326)	(92,867)
Net Profit/(Loss)		(4,326)	(232,492)

The accompanying notes form part of these financial statements. This report is to be read in conjunction with the attached compilation report of RSM Australia Pty Ltd

Statement of Changes in Equity

Auvergne Capital Pty Ltd

For the year ended 31 December 2022

	NOTES	2022	2021
Retained Earnings After Appropriation			
Retained Earnings/(Accumulated Losses) at the beginning of the year		(601,510)	(245,916)
Net Profit/(Loss) After Income Tax		(4,326)	(232,492)
Dividends Paid		-	(123,102)
Retained Earnings/(Accumulated Losses) at the end of year		(605,836)	(601,510)

The accompanying notes form part of these financial statements. This report is to be read in conjunction with the attached compilation report of RSM Australia Pty Ltd

Balance Sheet

Auvergne Capital Pty Ltd

As at 31 December 2022

	NOTES	31 DEC 2022	31 DEC 2021
Assets			
Current Assets			
Cash and Cash Equivalents	2	-	8,326
Total Current Assets		-	8,326
Non-Current Assets			
Financial Assets	3	110	110
Intangibles	4	634	634
Other Assets	5	1,979,703	1,959,703
Total Non-Current Assets		1,980,447	1,960,447
Total Assets		1,980,447	1,968,773
Liabilities			
Current Liabilities			
Trade and Other Payables	6	25,924	-
Tax Liabilities	7	270,098	250,101
Borrowings	8	2,212,182	2,212,182
Total Current Liabilities		2,508,205	2,462,284
Non-Current Liabilities			
Borrowings	8	21,543	107,715
Total Non-Current Liabilities		21,543	107,715
Total Liabilities		2,529,748	2,569,998
Net Assets		(549,301)	(601,225)
Equity			
Share Capital	9	288	285
Reserves	9	56,247	-
Retained Earnings/(Accumulated Losses)	9	(605,836)	(601,510)
Total Equity		(549,301)	(601,225)

The accompanying notes form part of these financial statements. This report is to be read in conjunction with the attached compilation report of RSM Australia Pty Ltd

Notes to the Financial Statements

Auvergne Capital Pty Ltd For the year ended 31 December 2022

1. Statement of Significant Accounting Policies

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 statements. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The 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 the members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial report has been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

Income Tax

The income tax expense for the year comprises current income tax expense. The company does not apply deferred tax.

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted as at reporting date. Current tax liabilities are therefore measured at the amounts expected to be paid to the Australian Taxation Office. The company is the head entity of an income tax consolidated group and recognises the total liability for the group.

Property, Plant and Equipment

Property, plant and equipment, including freehold land and buildings, are carried at cost unless otherwise stated. Depreciable assets are depreciated over their useful life to the company. An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains or losses between the carrying amount and the disposal proceeds are taken to the profit or loss.

Depreciation

Depreciation is claimed in accordance with taxation principles, with new assets eligible for Temporary Full Expensing of Depreciating Assets expensed in the year of purchase.

These notes should be read in conjunction with the attached compilation report of RSM Australia Pty Ltd.

Intangibles Assets

Goodwill

Goodwill is recorded at cost unless otherwise indicated. Goodwill is not subject to amortisation. Gains and losses on the disposal of a business include the carrying amount of goodwill relating to the business sold.

Patents and Trademarks

Patents and trademarks are valued in the accounts at cost of acquisition and are amortised over their estimated useful life.

Other Intangibles Assets

Intangible assets are stated at cost or at written down value where they are amortised over their anticipated useful lives.

Trade and Other Receivables

Receivables are recognised at their transaction price, less any provision for impairment. Trade receivables are based on normal credit terms and do not bear interest. Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Revenue and Other Income

Sales revenue is recognised at the point of sale.

Other revenue is recognised when it is received or when the right to receive payment is established.

Trade and Other Payables

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms and do not bear interest.

Goods and 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 Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Comparative Accounts

There can be a restatement of comparatives through either a correction of error, a change in accounting policy or a reclassification.

These notes should be read in conjunction with the attached compilation report of RSM Australia Pty Ltd.

	2022	2021
2. Cash and Cash Equivalents		
Bank Accounts		
Cash at Bank	-	8,326
Total Bank Accounts	-	8,326
Total Cash and Cash Equivalents	-	8,326
	2022	2021

	2022	2021
3. Financial Assets		
Financial Assets		
Shares in Subsidiary - Harvestaire	100	100
Shares in Subsidiary - Tractoriare	10	10
Total Financial Assets	110	110
Total Financial Assets	110	110
	2022	2021

	2022	2021
4. Intangibles		
Other Intangible Assets		
Formation Expenses	634	634
Total Other Intangible Assets	634	634
Total Intangibles	634	634
	2022	2021

	2022	2021
5. Other Assets		
Non-Current		
Inter-Company Debt - Harvestaire	1,979,048	1,959,048
Inter-Company Debt - Tractoriare	655	655
Total Non-Current	1,979,703	1,959,703
Total Other Assets	1,979,703	1,959,703
	2022	2021

	2022	2021
6. Trade and Other Payables		
Current		
Integrated Client Account	25,924	-
Total Current	25,924	-
Total Trade and Other Payables	25,924	-

These notes should be read in conjunction with the attached compilation report of RSM Australia Pty Ltd.

	2022	2021
7. Tax Liabilities		
GST Account	-	(1,905)
GST Adjustments	-	(18,154)
Provision for Income Tax	270,098	270,160
Total Tax Liabilities	270,098	250,101
	2022	2021

8. Borrowings

Current		
Secured		
Hire Purchase Instalments		
BOQ Finance - ERP	96,604	96,604
Total Hire Purchase Instalments	96,604	96,604
Less Unexpired Interest		
BOQ Finance - ERP (Less: Unexpired Liability)	(10,432)	(10,432)
Total Less Unexpired Interest	(10,432)	(10,432)
Total Secured	86,172	86,172
Unsecured		
Amounts owed to members	2,125,000	2,125,000
Loans - Hard Fought Rewards Family Trust	1,000	1,000
Inter-Company Debt - Tractoraire (Liability)	10	10
Total Unsecured	2,126,010	2,126,010
Total Current	2,212,182	2,212,182
Non-Current		
Secured		
Hire Purchase Instalments		
BOQ Finance - ERP	24,151	120,755
Total Hire Purchase Instalments	24,151	120,755
Less Unexpired Interest		
BOQ Finance - ERP (Less: Unexpired Liability)	(2,608)	(13,040)
Total Less Unexpired Interest	(2,608)	(13,040)
Total Secured	21,543	107,715
Total Non-Current	21,543	107,715
Total Borrowings	2,233,725	2,319,897

These notes should be read in conjunction with the attached compilation report of RSM Australia Pty Ltd.

	2022	2021
9. Equity		
Issued Capital		
Capital	288	285
Total Issued Capital	288	285
Reserves		
Share Premium	56,247	-
Total Reserves	56,247	-
Retained Earnings		
Retained Earnings		
Current Year Earnings	(4,326)	(232,492)
Dividends Paid	-	(82,902)
Retained Earnings	(601,510)	35,319
Share Buy Back	-	(281,235)
Unfranked Dividends Paid	-	(40,200)
Total Retained Earnings	(605,836)	(601,510)
Total Retained Earnings	(605,836)	(601,510)
Total Equity	(549,301)	(601,225)

These notes should be read in conjunction with the attached compilation report of RSM Australia Pty Ltd.

Directors' Declaration

Auvergne Capital Pty Ltd

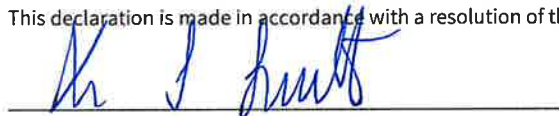
For the year ended 31 December 2022

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declares that:

1. The financial statements and notes present fairly the company's financial position as at 31 December 2022 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. In the director's 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 directors.

A handwritten signature in blue ink, appearing to read "Keith Smith", is written over a horizontal line.

Keith Smith

Date: 8/3/23

Compilation Report

Auvergne Capital Pty Ltd For the year ended 31 December 2022

We have compiled the accompanying special purpose financial statements of Auvergne Capital Pty Ltd, which comprise the balance sheet as at 31 December 2022, profit & loss statement for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in the notes to the accounts.

The Responsibility of the Directors

The directors of Auvergne Capital Pty Ltd are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

On the basis of information provided by the directors, we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in the notes to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied professional expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in the notes to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled for the benefit of the director who is responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility to any other person for the contents of the special purpose financial statements.



Rami Brass

Director

RSM Australia Pty Ltd

Level 32, Exchange Tower, 2 The Esplanade WA 6000

Date: 8/3/23