

Auditor	Senior	Manager	Partner
			KA 7/04/2020

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ECU WORLDWIDE AUSTRALIA PTY LTD
ABN 11 095 072 334

FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2019

Auditor	Senior	Manager	Partner
			KA 7/04/2020

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ECU WORLDWIDE AUSTRALIA PTY LTD
ABN 11 095 072 334

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ECU WORLDWIDE AUSTRALIA PTY LTD
ABN 11 095 072 334

DIRECTORS REPORT

Your directors present their report on the company for the financial year ended 31 December 2019

Director

The names of the directors in office at any time during or since the end of the year are:

- Gavin Armstrong (resigned 12 December 2019)
- Udaya Shetty
- Kerry Nemeth (appointed 12 December 2019)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Review of Operations

The profit of the company for the financial year after providing for income tax amounted to \$87,577.

A review of the operations of the company during the financial year and the results of those operations are as follows:

- Revenue and volumes decreased due to various operational challenges in 2019. The stowage has decreased to a large extent along with a surge in the operating costs especially the warehouse costs. The new changes to the accounting standard regarding revenue recognition has decreased the profit by \$106K. In addition to this, the new software migration had its own challenges that contributed to the decrease of revenue.

Significant Changes in the State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

Principal Activities

The principal activities of the company during the financial year were:

- To import and export air/sea freight.

No significant change in the nature of these activities occurred during the financial year.

Events Subsequent to the End of the Reporting Period

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.

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.

Environmental Regulation

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

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DIRECTOR'S REPORT

Dividends

Dividends paid or declared since the start of the financial year are as follows:

A fully franked dividend of \$560,000 was paid on 2 September 2019.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

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 of the company.

Proceedings on Behalf of the Company

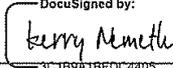
No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

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

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 5.

Signed in accordance with a resolution of the board of directors:

DocuSigned by:

Director: _____
Kerry Nemeth
3C1B9A1BFD0C4405

3 April 2020
Melbourne

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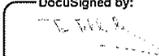
AUDITOR'S INDEPENDENCE DECLARATION UNDER
SECTION 307C OF THE CORPORATIONS ACT 2001

TO THE DIRECTORS OF
ECU WORLDWIDE AUSTRALIA PTY LTD

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2019 there have been no contraventions of:

- i. the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.

DFK BKM Audit Services
Camberwell, Victoria

DocuSigned by:

F1FB9C71E7F91A9

Director: Timothy M. Kelleher

3 April 2020

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ECU WORLDWIDE AUSTRALIA PTY LTD
ABN 11 095 072 334

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 \$	2018 \$
Revenue		27,258,431	31,738,209
Consumables used		(21,239,240)	(26,363,551)
Employee benefits expense		(4,076,854)	(3,539,093)
Depreciation and amortisation expenses		(118,443)	(33,074)
Other expenses		<u>(1,679,864)</u>	<u>(852,843)</u>
Profit before income tax	2	144,030	949,648
Income tax expense	3	<u>(56,453)</u>	<u>(291,583)</u>
Profit for the year		<u>87,577</u>	<u>658,065</u>
Other comprehensive income		-	-
Total comprehensive income for the year		<u><u>87,577</u></u>	<u><u>658,065</u></u>

The accompanying notes form part of these financial statements.
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ECU WORLDWIDE AUSTRALIA PTY LTD
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STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	622,765	386,898
Trade and other receivables	7	3,803,820	3,399,722
Other current assets	11	17,311	17,459
Current tax assets	10	90,532	-
TOTAL CURRENT ASSETS		<u>4,534,428</u>	<u>3,804,079</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	58,434	72,357
Right of Use Assets	9, 1(k)	553,788	-
Deferred tax assets	10	210,852	215,558
Other non-current assets	11	38,933	38,933
TOTAL NON-CURRENT ASSETS		<u>862,007</u>	<u>326,848</u>
TOTAL ASSETS		<u>5,396,435</u>	<u>4,130,927</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	2,611,923	1,394,093
Current tax liabilities	10	-	60,727
Provisions	13	242,029	480,869
Lease liability	14, 1(k)	156,887	-
Other liabilities	15	1,124,399	1,464,359
TOTAL CURRENT LIABILITIES		<u>4,135,238</u>	<u>3,400,048</u>
NON-CURRENT LIABILITIES			
Lease liability	14, 1(k)	405,182	-
Provisions	13	104,749	67,190
Borrowings	16	560,000	-
TOTAL NON-CURRENT LIABILITIES		<u>1,069,931</u>	<u>67,190</u>
TOTAL LIABILITIES		<u>5,205,169</u>	<u>3,467,238</u>
NET ASSETS		<u>191,266</u>	<u>663,689</u>
EQUITY			
Issued capital	17	100,000	100,000
Retained earnings		91,266	563,689
TOTAL EQUITY		<u>191,266</u>	<u>663,689</u>

The accompanying notes form part of these financial statements.
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ECU WORLDWIDE AUSTRALIA PTY LTD
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	Share Capital Ordinary shares \$	Retained Earnings \$	Total \$
Balance at 1 January 2018		100,000	225,624	325,624
Comprehensive income				
Profit for the year		-	658,065	658,065
Total comprehensive income for the year attributable to the members of the company		-	658,065	658,065
Transactions with the owners, in capacity as owners and other transfers				
Dividends paid or provided for	5	-	(320,000)	(320,000)
Total transactions with the owners and other transfers		-	(320,000)	(320,000)
Balance as 31 December 2018		100,000	563,689	663,689
Balance at 1 January 2019		100,000	563,689	663,689
Comprehensive income				
Profit for the year		-	87,577	87,577
Total comprehensive income for the year attributable to the members of the company			87,577	87,577
Transactions with the owners, in capacity as owners and other transfers				
Dividends paid or provided for	5	-	(560,000)	(560,000)
Total transactions with the owners and other transfers		-	(560,000)	(560,000)
Balance as 31 December 2019		100,000	91,266	191,266

The accompanying notes form part of these financial statements.
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 \$	2018 \$
Cash flows from operating activities			
Receipts from customers		26,854,481	31,599,341
Payments to suppliers and employees	1(k)	(26,306,369)	(30,687,504)
Interest received		-	2
Net income tax paid		(203,006)	(320,404)
Interest paid - lease liability	1(k)	(13,000)	-
Net cash provided by operating activities	20(b)	<u>332,106</u>	<u>591,435</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		(13,737)	(30,114)
Net cash used in investing activities		<u>(13,737)</u>	<u>(30,114)</u>
Cash flows from financing activities			
Repayment of lease liabilities	1(k)	(82,502)	-
Payment of dividends		(560,000)	(320,000)
Proceeds from borrowings		560,000	-
Net cash used in financing activities		<u>(82,502)</u>	<u>(320,000)</u>
Net increase (decrease) in cash held		235,867	241,321
Cash and cash equivalents at beginning of financial year		386,898	145,577
Cash and cash equivalents at end of financial year	20(a)	<u><u>622,765</u></u>	<u><u>386,898</u></u>

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ECU WORLDWIDE AUSTRALIA PTY LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) **Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in the statement of profit or loss in the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

(b) **Leases**

The company has chosen not to restate comparatives on the initial application of AASB16 Leases.

On transition to AASB16 and at the subsequent lease commencement, the company recognises a right-of-use asset and associated lease liability for the lease term.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability.

The right-of use asset is depreciated over the lease term on a straight-line-basis and assessed for impairment in accordance with the impairment of assets accounting policy. The right-of-use asset is assessed for impairment indicators at each reporting date. The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the entity's incremental borrowing rate.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method.

(c) **Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the nominal amounts expected to be paid when the liability is settled, plus any related on-costs. Both annual leave and long service leave are recognised within the provisions liability.

(d) **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 are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(e) **Revenue and Other Income**

The trigger point for recognising revenues and related costs is when the respective shipping documents have been received and the vessel exchange rate has been obtained. This is the point that the costs have been incurred and both the costs and revenue can be reliably measured. This generally occurs 5 to 10 days before vessel arrives.

Therefore, invoices are raised within 5 to 10 days before vessel arrives and upon receipt of shipping documents and vessel exchange rate.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

Costs are entered in when invoicing done. Charges expected from the landing of shipping and unpacking and other charges included in the terms and conditions of the shipping documentation are accrued for based on the foreign exchange rate utilised by shipping company and standard fees. A currency uplift factor is used for each job that is translated to AUD being:

- 3.0% for co-loading; and
- 7.0% for retail.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

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

(f) 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 Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

(g) Income tax

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of profit or loss when the tax relates to items that are credited or charged directly to equity.

(h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held 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.

(i) Trade and Other Receivables

Trade and other receivables include amounts due from customers for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

An assessment is made on the expected recovery of individual trade receivables and a provision for doubtful debts is made based on this assessment.

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NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2019

(j) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(k) Effect of Adoption of New Leasing Standard

Previous treatment	\$
Statement of profit or loss and other comprehensive income	
Expenses	
Other expenses	95,502
Statement of cash flows	
Cash flows from operating activities	
Payments to suppliers and employees	95,502
Current treatment	
Statement of profit or loss and other comprehensive income	
Expenses	
Other expenses	13,000
Depreciation and amortisation expenses	90,782
	<u>103,782</u>
Statement of financial position	
Non-current assets	
Right of Use Assets	
Right of Use Asset - Rental Properties	608,811
Accumulated amortisation - Rental Properties	(87,752)
Right of Use Asset - Sharp Printer	35,759
Accumulated amortisation - Sharp Printer	(3,030)
	<u>553,788</u>
Current liabilities	
Lease liability	
Rental Properties	150,089
Sharp Printer	6,798
	<u>156,887</u>
Non-current liabilities	
Lease liability	
Rental Properties	378,970
Sharp Printer	26,212
	<u>405,182</u>
Statement of cash flows	
Cash flows from operating activities	
Interest paid - lease liability	13,000
Cash flows from financing activities	
Repayment of lease liability	82,502
	<u>95,502</u>

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**ECU WORLDWIDE AUSTRALIA PTY LTD
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

(l) Other standards adopted which had a material impact on the financial statements

AASB15 Revenue from Contracts with Customers.

The adoption of this new accounting standard during the year resulted in a reduction in profit of \$106,397.

(m) New standards and interpretations not yet adopted

The company is not aware of any new standards and interpretations not yet adopted that will have any significant impact on its financial statements.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
2. Expenses:		
Remuneration of Auditor:		
Auditing or reviewing the financial report	25,351	17,500
Cost of Sales	21,239,240	26,363,551
3. INCOME TAX EXPENSE		
Income tax expense	56,453	291,583
4. KEY MANAGEMENT PERSONNEL COMPENSATION		
The totals of remuneration paid to key management personnel during the year are as follows:		
Key management personnel compensation	390,000	390,000
5. DIVIDENDS		
Distributions paid		
Declared interim and final dividends:		
Fully franked	560,000	320,000
Total dividend per share for the period	5.60	3.20
6. CASH AND CASH EQUIVALENTS		
Cash on hand	600	600
Cash at bank	449,904	334,630
USD account	172,261	51,668
	622,765	386,898
7. TRADE AND OTHER RECEIVABLES CURRENT		
Trade receivables	3,860,353	3,444,368
Less provision for doubtful debts	(56,533)	(44,646)
	3,803,820	3,399,722
8. PROPERTY, PLANT AND EQUIPMENT		
Plant and equipment	436,155	422,417
Less accumulated depreciation	(411,015)	(387,493)
	25,140	34,924
Furniture and fittings	98,043	98,043
Less accumulated depreciation	(64,749)	(60,610)
	33,294	37,433
Total property, plant and equipment	58,434	72,357

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NOTES TO THE FINANCIAL STATEMENTS
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	2019	2018
	\$	\$
9. RIGHT OF USE ASSETS		
Rental Property		
Right of Use Asset - Rental Property	608,811	-
Accumulated Amortisation - Rental Property	<u>(87,752)</u>	<u>-</u>
	521,059	-
Sharp Printer		
Right of Use Asset - Sharp Printer	35,759	-
Accumulated Amortisation - Sharp Printer	<u>(3,030)</u>	<u>-</u>
	32,729	-
	<u>553,788</u>	<u>-</u>
10. TAX		
(a) Liabilities		
CURRENT		
Provision for income tax	<u>-</u>	<u>60,727</u>
(b) Assets		
CURRENT		
Provision for income tax	<u>90,532</u>	<u>-</u>
NON-CURRENT		
Deferred tax assets	<u>210,852</u>	<u>215,558</u>
Deferred Tax Assets		
Opening balance	215,558	181,437
Charged to income	<u>(4,706)</u>	<u>34,121</u>
Balance at year end	<u>210,852</u>	<u>215,558</u>
11. OTHER ASSETS		
CURRENT		
Prepaid expenses	<u>17,311</u>	<u>17,459</u>
NON-CURRENT		
Rental bonds	31,933	31,933
Cargowise refundable deposit	<u>7,000</u>	<u>7,000</u>
	<u>38,933</u>	<u>38,933</u>
12. TRADE AND OTHER PAYABLES		
CURRENT		
Goods and services tax	107,312	36,718
Trade creditors	<u>2,504,611</u>	<u>1,357,375</u>
	<u>2,611,923</u>	<u>1,394,093</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
13. PROVISIONS		
CURRENT		
Provision for annual leave	190,878	265,693
Provision for long service leave	51,151	215,176
	<u>242,029</u>	<u>480,869</u>
NON-CURRENT		
Provision for long service leave	<u>104,749</u>	<u>67,190</u>
14. LEASE LIABILITY		
CURRENT		
Rental Property	150,089	-
Sharp Printer	6,798	-
	<u>156,887</u>	<u>-</u>
NON-CURRENT		
Rental Property	378,970	-
Sharp Printer	26,212	-
	<u>405,182</u>	<u>-</u>
MATURITY ANALYSIS		
Year 1	177,858	-
Year 2	179,725	-
Year 3	152,214	-
Year 4	92,429	-
Year 5	4,038	-
	<u>606,264</u>	<u>-</u>
Less unearned interest	<u>(44,195)</u>	<u>-</u>
	<u>562,069</u>	<u>-</u>
ANALYSED AS		
Current	156,887	-
Non-Current	405,182	-
	<u>562,069</u>	<u>-</u>
15. OTHER LIABILITIES		
CURRENT		
Accrued expenses	76,269	37,947
Accrued - WIP	1,048,130	1,426,412
	<u>1,124,399</u>	<u>1,464,359</u>
16. BORROWINGS		
NON-CURRENT		
Loan from Ecuhold N.V.	<u>560,000</u>	<u>-</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
17. ISSUED CAPITAL		
100,000 (2018: 100,000 fully paid ordinary shares)	100,000	100,000
18. CAPITAL AND LEASING COMMITMENTS		
OPERATING LEASE COMMITMENTS		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable		
-not later than one year	14,400	14,400
-later than one year and not later than five years	-	14,400
	<u>14,400</u>	<u>28,800</u>
19. OPERATING SEGMENTS		
The company operates predominantly in one business and geographical segment.		
20. CASH FLOW INFORMATION		
(a) Reconciliation of Cash		
Cash at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash	600	600
Cash at Bank	449,904	334,630
USD Account	172,261	51,668
	<u>622,765</u>	<u>386,898</u>
(b) Reconciliation of cash flow operations with profit after income tax		
Profit after income tax	87,577	658,065
Non-cash flows in profit:		
Depreciation and amortisation expense	118,443	33,074
Changes in assets and liabilities:		
Decrease/(Increase) in trade and other receivables	(404,098)	(26,284)
Decrease/(Increase) in deferred tax assets	4,706	(34,121)
Decrease/(Increase) in other assets	148	(24,459)
Increase/(Decrease) in trade and other payables	1,217,830	(202,618)
Increase/(Decrease) in current tax liabilities	(60,727)	8,711
Decrease/(Increase) in current tax assets	(90,532)	-
Increase/(Decrease) in provisions	(201,281)	56,478
Increase/(Decrease) in other liabilities	(339,960)	122,589
Net cash provided by operating activities	<u>332,106</u>	<u>591,435</u>

Auditor	Senior	Manager	Partner KA 7/04/2020
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ECU WORLDWIDE AUSTRALIA PTY LTD
ABN 11 095 072 334

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

2019

\$

2018

\$

(c) Credit Stand-by Arrangement and Loan Facilities

The company has an asset finance-leasing facility amounting to \$100,000 (2018: \$100,000). At 31 December 2019, \$Nil of this facility was used.

21. RELATED PARTY TRANSACTIONS

Trade receivables from related parties at 31 December 2019 totalled \$340,925.
Trade payables to related parties at 31 December 2019 totalled \$426,425.
Loan from shareholder – Ecuhold N.V. – at year end totalled \$560,000.

Auditor	Senior	Manager	Partner
			KA 7/04/2020

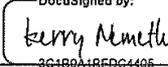
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DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Ecu Worldwide Australia Pty Ltd, the directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 19 are in accordance with the Corporations Act 2001 and:
 - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - b. give a true and fair view of the company's financial position as at 31 December 2019 and of its performance for the year ended on that date.
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.

DocuSigned by:

Director _____
Kerry Nemeth
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3 April 2020
Melbourne

Auditor	Senior	Manager	Partner
			KA 7/04/2020

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ECU WORLDWIDE AUSTRALIA PTY LTD**

Opinion

We have audited the financial report of Ecu Worldwide Australia Pty Ltd (the company), which comprises the statement of financial position as at 31 December 2019, 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, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Ecu Worldwide Australia Pty Ltd is in accordance with the *Corporations Act 2001*, including:

- o giving a true and fair view of the company's financial position as at 31 December 2019 and of its performance for the year then ended; and
- o complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of 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.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

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 relating to going concern and using the 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.

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Directors
Cheree F Woolcock
Tim K Kelleher
Kevin P Adams



Auditor	Senior	Manager	Partner
			KA 7/04/2020

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ECU WORLDWIDE AUSTRALIA PTY LTD
ABN 11 095 072 334

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

DFK BKM Audit Services
Camberwell, Victoria

DocuSigned by:

Director: Timothy M Kelleher

3 April 2020