

TecEco Pty. Ltd. ABN 62 090 097 591
Trading as TecEco Pty Ltd

Financial Statements
For the year ended 30 June 2017

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TecEco Pty. Ltd. ABN 62 090 097 591
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Contents

[Detailed Profit and Loss Statement](#)

[Detailed Balance Sheet](#)

[Notes to the Financial Statements](#)

[Directors' Declaration](#)

[Compilation Report](#)

TecEco Pty. Ltd. ABN 62 090 097 591

Trading as TecEco Pty Ltd

Detailed Profit and Loss Statement

For the year ended 30 June 2017

	2017	2016
	\$	\$
Income		
Syncarb Research Sale	0.00	77,000.01
Interest received	0.00	58.60
Debt forgiven	1,277,110.88	0.00
R&D Concession	26,943.75	42,753.60
Total income	<u>1,304,054.63</u>	<u>119,812.21</u>
Expenses		
Bank Fees And Charges	437.85	100.00
Consultants fees	0.00	24,278.82
Depreciation - plant	343.00	255.00
Amortization of Patents & Trademarks	235,118.30	21,876.00
Filing Fees	3.00	45,718.58
Interest - Australia	787.57	32.38
Rent on land & buildings	0.00	3,900.00
Laboratory Equipment < \$300	0.00	240.00
Consultant fees	0.00	48,557.58
Rent	0.00	6,500.00
Depreciation	0.00	108.00
Sundry	0.00	7,500.00
Subscriptions	290.91	27.27
Sundry	0.00	166.23
Travel, accom & conference	0.00	3,386.29
Total expenses	<u>236,980.63</u>	<u>162,646.15</u>
Profit from Ordinary Activities before income tax	<u>1,067,074.00</u>	<u>(42,833.94)</u>

These financial statements are unaudited. They must be read in conjunction with the attached Accountant's Compilation Report and Notes which form part of these financial statements.

TecEco Pty. Ltd. ABN 62 090 097 591
Trading as TecEco Pty Ltd
Detailed Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
Current Assets			
Cash Assets			
Cash At Bank		693.17	1,128.01
Business Online Saver		2.13	2.13
		695.30	1,130.14
Receivables			
Loan To Wherewot Pty Ltd (prev Tecsoft)		0.00	4,024.71
		0.00	4,024.71
Current Tax Assets			
GST payable control account		(127,711.16)	(7,700.07)
Input tax credit control account		128,134.34	137,801.17
		423.18	130,101.10
Total Current Assets		1,118.48	135,255.95
Non-Current Assets			

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TecEco Pty. Ltd. ABN 62 090 097 591
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Detailed Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
Property, Plant and Equipment			
Laboratory plant & equipment - at cost		2,568.51	2,568.51
Less: Accumulated depreciation		(2,156.78)	(2,126.78)
Less: Accumulated amortisation		0.00	(89.00)
Plant (Other)		2,115.40	2,115.40
Less: Accumulated depreciation		(1,670.40)	(1,499.40)
Signage		400.00	400.00
Office Furniture		1,102.91	1,102.91
Office Equipment		23,033.87	23,033.87
Display Stands etc		2,100.00	2,100.00
Software		263.53	263.53
Accum Depn - Signage		(318.00)	(298.00)
Accum Depn - Office Furniture		(798.91)	(743.91)
Accum Depn - Office Equipment		(22,692.32)	(22,641.32)
Acc Depn - Display Stands		(1,327.00)	(1,222.00)
Acc Depn - Software		(263.53)	(263.53)
		2,357.28	2,700.28
Intangible Assets			
Patents & trademarks		452,785.24	437,836.58
Less: Accumulated amortisation		(452,785.24)	(217,666.94)
		0.00	220,169.64
Other			
Preliminary expenses		715.00	715.00
Share issue expenses		2,925.00	2,925.00
Less: Accumulated amortisation		(2,925.00)	(2,925.00)
R&D - Core Technology		99,000.00	99,000.00
R&D - Core Technology (Sec 73B)		(99,000.00)	(99,000.00)
Borrowing expenses		969.24	969.24
Less: Accumulated amortisation		(969.24)	(969.24)
		715.00	715.00
Total Non-Current Assets		3,072.28	223,584.92

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TecEco Pty. Ltd. ABN 62 090 097 591
Trading as TecEco Pty Ltd
Detailed Balance Sheet as at 30 June 2017

	Note	2017 \$	2016 \$
Total Assets		4,190.76	358,840.87
Current Liabilities			
Financial Liabilities			
Unsecured:			
John Harrison - Consulting Fees		0.00	1,404,821.97
John Harrison - Loans		422,018.13	430,920.27
Loan - Harrison Family Trust		0.00	8,000.00
		422,018.13	1,843,742.24
Total Current Liabilities		422,018.13	#####
Total Liabilities		422,018.13	#####
Net Assets (Liabilities)		(417,827.37)	#####
 Equity			
Issued Capital			
Issued & paid up capital		967,500.00	967,500.00
Retained profits / (accumulated losses)		(1,385,327.37)	(2,452,401.37)
Total Equity		(417,827.37)	#####

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Note 1: Summary 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 dependant on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of the members.

The financial statements have 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 statements have 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 the statements are as follows:

(a) Property, Plant and Equipment (PPE)

Property, plant and equipment are carried at cost, independent of directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company. Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in shareholders' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the assets charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

(b) Intangibles

Patents and trademarks

Patents and trademarks are recognised at cost of acquisition. Patents and trademarks have a finite life and are carried at cost less any accumulated amortisation and any impairment losses. Patents and trademarks are amortised over their useful life ranging from 15 to 20 years

(c) 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 balance sheet.

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Notes to the Financial Statements

For the year ended 30 June 2017

(d) Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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.

Revenue recognised related to the provision of services is determined with reference to the stage of completion of the transaction at the reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

(e) 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 the company, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the lease term.

(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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet 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.

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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 prescribed in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes, present fairly the company's financial position as at 30 June 2017 and 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.

Aubrey John Weston Harrison
Director

Dated:

TecEco Pty. Ltd. ABN 62 090 097 591
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Compilation Report to TecEco Pty. Ltd.

We have compiled the accompanying special purpose financial statements of TecEco Pty. Ltd., which comprise the balance sheet as at 30 June 2017, the profit and 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 Note 1 to the financial statements.

The Responsibility of the Directors

The directors of TecEco 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 significant accounting policies used are appropriate to meet their needs and for the purpose that the 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 significant accounting policies as described in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the significant accounting policies described in Note 1 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 exclusively for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. Accordingly, these special purpose financial statements may not be suitable for other purposes. We do not accept responsibility for the contents of the special purpose financial statements.

John Harrison Accountants
497 Main Road
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12 December, 2018