

Annual Report 2020

Indo Australian Enterprise Pty Ltd

ABN 50 166 166 641

For the year ended 30 June 2020

Prepared by TT Accountants

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Balance Sheet

Indo Australian Enterprise Pty Ltd As at 30 June 2020

	30 JUN 2020	30 JUN 2019
Equity		
Paid Up Capital	200	200
Unappropriated Profit	172,858	147,235
Total Share Capital and Reserves	173,058	147,435
Assets		
Current Assets		
Cash at Bank		
Cash at Bank - ANZ #3773	50,914	37,880
Cash at Bank - ANZ #5186	-	1,915
Cash at Bank - ANZ USD	9,783	268,941
Cash at Bank - NAB Business	1,356	-
Total Cash at Bank	62,054	308,736
Cash on Hand	10,299	13,699
GST Refundable	125	28,872
Loans to ZZ Transport Pty Ltd	142,800	92,800
PAYG Instalments Paid	4,124	36,768
Sundry Debtors	573,393	219,925
Total Current Assets	792,795	700,800
Non-Current Assets		
Property, Plant and Equipment		
Motor Vehicles	53,977	25,104
Motor Vehicles - Less Accumulated Depreciation	(40,970)	(7,746)
Office Furniture & Equipment	1,828	1,828
Office Furniture & Equipment - Less Accumulated Depreciation	(1,828)	(1,828)
Total Property, Plant and Equipment	13,007	17,358
Total Non-Current Assets	13,007	17,358
Total Assets	805,802	718,158
Liabilities		
Current Liabilities		
Income Tax Payable	(23,498)	(16,335)
Loan from Director - MALHOTRA, Sanjeev	422,830	375,500
Loans - Unsecured	126,756	97,515
PAYG Instalment Payable	1,031	9,192
PAYG Withholding Payable	25,016	7,696
Sundry Creditors	52,567	97,155
Total Current Liabilities	604,702	570,723
Non-Current Liabilities		

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	30 JUN 2020	30 JUN 2019
Lease Liability - Mitsubishi	28,042	-
Total Non-Current Liabilities	28,042	-
Total Liabilities	632,744	570,723
Net Assets	173,058	147,435

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Trading Statement

Indo Australian Enterprise Pty Ltd
For the year ended 30 June 2020

	2020	2019
Income		
Sales		
Sales Gross	1,426,318	3,677,571
Total Sales	1,426,318	3,677,571
Cost of Sales		
Purchases	1,162,630	3,256,922
Total Cost of Sales	1,162,630	3,256,922
Direct Expenses		
Direct Freight & Cartage	(163,870)	(342,490)
Total Direct Expenses	(163,870)	(342,490)
Gross Profit	99,818	78,159
Gross Profit Margin (%)	7	2

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Profit and Loss Statement

Indo Australian Enterprise Pty Ltd For the year ended 30 June 2020

	2020	2019
Income		
Gross Profit from Trading	99,818	78,159
Capital Gain (Loss) on Sale of Non-Current Assets	-	2,601
Government Subsidies - JobKeeper Payments	18,000	-
Government Subsidies - Cashflow Boost Payments	16,674	-
Government Subsidies - Business Support Fund	10,000	-
Interest Received - Other	-	161
Interest Received	110	-
Realised Foreign Currency Gains and Losses	72,652	180,173
Total Income	217,254	261,094
Total Income	217,254	261,094
Expenditure		
Accountancy Fees	3,480	1,300
Bank Charges	1,942	2,787
Borrowing Expenses	-	1,018
Brokerage Costs	-	364
Cleaning	-	323
Depreciation	5,127	12,252
Directors' Fees	-	64,500
Electricity	821	637
Employee Amenities	3,432	6,941
Gas	781	648
General Expenses - ASIC	267	263
Gifts	-	2,062
Interest Paid - Other	-	155
Internet Expenses	-	592
Motor Vehicle	36,315	14,243
Postage	420	813
Printing & Stationery	905	527
Professional Fees Paid	-	9,907
Repairs & Maintenance	-	5,988
Subscriptions & Memberships	452	647
Superannuation Contributions	9,897	-
Telephone	2,541	3,931
Toll & Parking	655	639
Tools & Supplies	-	423
Travel and Accommodation	7,601	80,146
Wages	112,620	12,875
Water	981	1,151

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2020	2019
Web Hosting	-	52
Total Expenditure	188,237	225,184
Operating Profit Before Income Tax	29,017	35,910
Income Tax Expense		
Income Tax Expense	(3,394)	(9,875)
Total Income Tax Expense	(3,394)	(9,875)
Operating Profit After Income Tax	25,623	26,035
Unappropriated Profit	25,623	26,035

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Indo Australian Enterprise Pty Ltd For the year ended 30 June 2020

1. Statement of Significant Accounting Policies

The directors have determined that the company is not a reporting entity and accordingly, this financial report is a special purpose report prepared for the sole purpose of distributing a financial report to members and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

The financial report has been prepared on an accrual basis and under the historical cost convention, except for certain assets, which, as noted, have been written down to fair value as a result of impairment. Unless otherwise stated, the accounting policies adopted are consistent with those of the prior year.

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

AASB 110 Events after the Balance Sheet Date
AASB 112 Income Taxes
AASB 1031 Materiality

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, or substantially enacted, as at 30 June 2020. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

Inventories

Inventories are carried at the lower of cost or net realisable value. Cost is based on the first-in, first out method and includes expenditure incurred in acquiring the inventories and bringing them to the existing condition and location.

Property, Plant and Equipment

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation and impairment losses. Plant and equipment that has been contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired. The plant and equipment is reviewed annually by directors to ensure that the carrying amount 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 utilisation of the assets and the subsequent disposal. The expected net cash flows have been discounted to their present values in estimating recoverable amounts.

Freehold land and buildings are measured at their fair value, based on periodic, but at least triennial, valuations by independent external valuers, less subsequent depreciation for buildings.

Increases in the carrying amount of land and buildings arising on revaluation are credited in equity to a revaluation surplus. Decreases against previous increases of the same asset are charged against fair value reserves in equity. All other decreases are charged to profit or loss.

Any accumulated depreciation at the date of revaluation is offset against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Intangibles

Goodwill is recognised as the excess of the purchase price for a business acquired over the fair value of the net assets at the date of acquisition. Goodwill is assessed for impairment annually and is carried at cost less accumulated impairment losses.

Trade and Other Receivables

These notes should be read in conjunction with the attached compilation report.

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Financial Assets

Investments held are originally recognised at cost, which includes transaction costs. They are subsequently measured at fair value which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2020. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Employee Benefits

Provision is made for the liability for employee entitlements arising from services rendered by employees to 30 June 2020. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related costs.

Provisions

Provisions are recognised when the entity has a legal or constructive obligation resulting from past events, for which it is probable that there will be an outflow of economic benefits and that outflow can be reliably measured. Provisions are measured using the best estimate available of the amounts required to settle the obligation at the end of the reporting period.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Revenue Recognition

Revenue from the sale of goods is recognised upon the delivery of goods to customers.
Revenue from the rendering of services is recognised upon the delivery of the services to customers.
Revenue from commissions is recognised upon delivery of services to customers.
Revenue from interest is recognised using the effective interest rate method.
Revenue from dividends is recognised when the entity has a right to receive the dividend.

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

Goods and Services Tax

Transactions are recognised net 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 balance sheet.

Leases

Finance leases are leases of fixed assets where substantially all of the risks and benefits incidental to the ownership of the asset are transferred to the entity, but the legal ownership is not transferred to the entity.

Finance leases are capitalised by recording an asset and a corresponding liability at the lower of the amounts equal to the fair value of the leased asset, or the minimum lease payments measured at present value including any residual values.

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

Operating lease payments are charged to the income statement on a straight-line basis over the term of the lease.

These notes should be read in conjunction with the attached compilation report.

Lease incentives are deferred and amortised over the period of the lease.

Profits and losses on sale and leaseback transactions are recognised in the reporting period in which they occur.

2. Shareholder Accounts

Please see report titled Shareholder Accounts for a breakdown of shareholder account activity.

Directors Report

Indo Australian Enterprise Pty Ltd For the year ended 30 June 2020

Director

The following persons held office of director during the year or since the end of the year;

MALHOTRA, Sanjeev

No other person was a director during the year. Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Review of Operations

A Review of the company operations during the financial year and the results of those operations are as follows;

The company's operations during the year performed as expected in the opinion of the directors.

Significant Changes in State of Affairs

There have been no significant changes in the state of the company's affairs during the financial year.

Principal Activities

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

Metal scrap wholesaling

There have been no significant changes in the nature of these activities during the year.

After Balance Date Events

No known matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the company's operations, the results of those operations or the state of affairs of the company in subsequent financial years.

Future Developments

The company expects to maintain the present status and level of operations and hence there are no likely known developments in future financial years.

Environmental Issues

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

Options

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

Indemnities Granted

There have been no indemnities granted 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.

Actions

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 any part of these proceedings.

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

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:

MALHOTRA, Sanjeev

Director

Sanjeev Malhotra

Sanjeev Malhotra (Sep 11, 2021 13:55 GMT+5.5)

Dated this.....day of..... 2021

The Directors present this report on the company for the financial year ended 30 June 2020.

Directors Declaration

Indo Australian Enterprise Pty Ltd For the year ended 30 June 2020

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 declare that:

1. The financial statements and notes, present fairly the company's financial position as at 30 June 2020 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 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.

Sanjeev Malhotra

Director: MALHOTRA, Sanjeev _ Sanjeev Malhotra (Sep 11, 2021 13:55 GMT+5.5)

Compilation Report

Indo Australian Enterprise Pty Ltd For the year ended 30 June 2020

Compilation report to Indo Australian Enterprise Pty Ltd

We have compiled the accompanying special purpose financial statements of Indo Australian Enterprise Pty Ltd, which comprise the balance sheet as at 30 June 2020, the income statement, the statement of cash flows, 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.

The Responsibility of the Directors

The directors of Indo Australian Enterprise 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 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 basis of accounting 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. We do not accept responsibility for the contents of the special purpose financial statements.



Tim CHEN CPA

Director, TT Accountants

405/991 Whitehorse Road, BOX HILL VIC 3128

Dated: 26 August 2021