

***SJT Aged Care Services Pty Ltd ATF
SJT Unit Trust***

A.B.N. 35 139 389 642

NAPS ID: 2904

**FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2024**

SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

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SJT AGED CARE SERVICES PTY LTD ATF

SJT UNIT TRUST

DIRECTORS' REPORT

The directors of the trustee company present this report on the trust for the financial year ended 30 June 2024.

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

David Nelson
Roger Mussett

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

The principal activity of the trust during the financial year was the operation of an aged care facility.

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

The profit of the trust for the financial year amounted to \$1,915,924 (2023: \$1,455,936).

From 1 October 2023, the Australian National Aged Care Classification (AN-ACC) replaced the Aged Care Funding Instrument (ACFI). The AN-ACC model operates by providing funding driven by the characteristics of each residential aged care home and the needs of individual residents. The AN-ACC funding model aims to provide:

- Funding that better matches resident care needs;
- Independent assessments of residents' needs for funding purposes; and
- New methodology for annual changes in prices/indexation, informed by independent costing

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the trust, the result of those operations, or the state of affairs of the trust in future financial years with the exception of:

- the Fair Work Commission, as part of the Work Value Case for the aged care sector made a decision to increase modern award wage rates by 15% from 30 June 2024 for a number of direct care roles. In addition, the Fair Work Commission increased the minimum wage by 5.75% from 1 July 2024, following the Annual Wage Review decision.
- As part of the 9 May 2024 Federal Budget, the Australian Government announced total funding of \$11.3 billion over four years to fund the modern award wage rates increase of 15% for over 250,000 direct care workers in the aged care sector.

The trust has a positive operating cash flow and a sound liquidity position at 30 June 2024. The trust also maintains a liquidity management strategy to ensure that it has sufficient liquidity to enable it to refund RADs and accommodation bonds that are expected to fall due within the next year. Accordingly, the financial report has been prepared on a going concern basis.

Likely developments in the operations of the trust 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 trust.

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

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 economic trust.

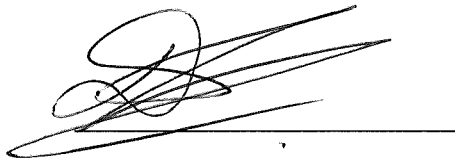
No person has applied for leave of Court to bring proceedings on behalf of the trust or intervene in any proceedings to which the trust is a party for the purpose of taking responsibility on behalf of the trust for all or any part of those proceedings. The trust was not party to any such proceedings during the year.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 207C of the Corporations Act 2001 is set out on page 4.

Signed in accordance with a resolution of the Board of Directors:

Director:

A handwritten signature in black ink, consisting of several overlapping loops and strokes, positioned above a horizontal line.

Dated this 30th day of October 2024

AUDITORS INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
SJT AGED CARE SERVICES PTY LTD ATF SJT UNIT TRUST

I hereby declare that to the best of my knowledge and belief, during the financial year ended 30 June 2024 there have been:

- (i) No contraventions of the audit independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

Goodwin Chivas & Co

Name of Firm: Goodwin Chivas & Co Pty Ltd

Wayne Pobje

Name of Director: Wayne Pobje (Registered Company Auditor 319517)

Address: Level 4, Suite 401, 29-31 Solent Circuit
Norwest NSW 2153

Dated this 30th day of October 2024

SJT AGED CARE SERVICES PTY LTD ATF
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Revenue	2	10,831,952	8,259,757
Depreciation and amortisation expenses	3	(282,406)	(416,748)
Employee benefits expenses		(6,627,450)	(4,583,085)
Finance costs	3	(413,654)	(411,293)
Other expenses		<u>(1,592,518)</u>	<u>(1,392,695)</u>
Profit for the year		<u>1,915,924</u>	<u>1,455,936</u>
Comprehensive income for the year		<u>-</u>	<u>-</u>
Total comprehensive income attributable to members of the entity		<u>1,915,924</u>	<u>1,455,936</u>

The accompanying notes form part of these financial statements.

SJT AGED CARE SERVICES PTY LTD ATF

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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash & cash equivalents	4	5,997,588	3,924,604
Trade & other receivables	5	79,064	32,735
Other current assets	6	85,127	29,577
TOTAL CURRENT ASSETS		6,161,779	3,986,916
NON-CURRENT ASSETS			
Property, plant and equipment	7	9,320,520	9,346,640
Intangible assets	8	2,301,350	2,301,350
TOTAL NON-CURRENT ASSETS		11,621,870	11,647,990
TOTAL ASSETS		17,783,649	15,634,906
LIABILITIES			
CURRENT LIABILITIES			
Trade & other payables	9	308,307	259,930
Financial liabilities	10	14,328,687	12,375,652
Provisions	11	890,644	750,347
TOTAL CURRENT LIABILITIES		15,527,638	13,385,929
NON-CURRENT LIABILITIES			
Financial liabilities	10	2,004,000	2,004,000
Provisions	11	32,011	24,977
TOTAL NON-CURRENT LIABILITIES		2,036,011	2,028,977
TOTAL LIABILITIES		17,563,649	15,414,906
NET ASSETS		220,000	220,000
EQUITY			
Settlement capital		220,000	220,000
TOTAL EQUITY		220,000	220,000

The accompanying notes form part of these financial statements.

SJT AGED CARE SERVICES PTY LTD ATF
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Settlement Capital	Distributable Surplus	Total
	\$	\$	\$
Balance at 1 July 2022	220,000	-	220,000
Profit attributable to members	-	1,455,936	1,455,936
Distribution to beneficiaries	-	(1,455,936)	(1,455,936)
Balance at 30 June 2023	220,000	-	220,000
Profit attributable to members	-	1,915,924	1,915,924
Distribution to beneficiaries	-	(1,915,924)	(1,915,924)
Balance at 30 June 2024	220,000	-	220,000

The accompanying notes form part of these financial statements.

SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		2,505,673	1,919,841
Government subsidies		8,029,601	6,255,800
Payments to suppliers & employees		(8,062,027)	(5,685,909)
Interest received		230,187	107,121
Finance costs paid		<u>(8,832)</u>	<u>(23,381)</u>
Net cash provided by operating activities	13	<u>2,694,602</u>	<u>2,573,472</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant & equipment		<u>(271,553)</u>	<u>(356,836)</u>
Net cash used in investing activities		<u>(271,553)</u>	<u>(356,836)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of distribution		(2,750,000)	(1,800,000)
Proceeds from bonds and deposits		2,450,000	946,144
(Payment to)/proceeds from related parties		<u>(50,065)</u>	<u>29,988</u>
Net cash used in financing activities		<u>(350,065)</u>	<u>(823,868)</u>
Net increase in cash held		2,072,984	1,392,768
Cash and cash equivalents at beginning of financial year		<u>3,924,604</u>	<u>2,531,836</u>
Cash and cash equivalents at end of financial year	4	<u>5,997,588</u>	<u>3,924,604</u>

The accompanying notes form part of these financial statements

SJT AGED CARE SERVICES PTY LTD ATF
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover SJT Aged Care Services Pty Ltd ATF SJT Unit Trust as an individual entity. SJT Aged Care Services Pty Ltd ATF SJT Unit Trust is a trust, established and domiciled in Australia.

Basis of Preparation

These financial statements are the first general purpose financial statements prepared in accordance with Australian Accounting Standards – Simplified Disclosures. The financial statements are prepared solely to satisfy the requirements of the Accountability Principles 2014.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The following is a summary of the material accounting policies adopted by the trust in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

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.

Property, plant and equipment

Property, plant and equipment are measured on the cost basis less depreciation and impairment losses. The carrying amount of property, plant and equipment is reviewed annually by the director 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 assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts. The cost of fixed assets constructed within the trust includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

SJT AGED CARE SERVICES PTY LTD ATF
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) Property, Plant and Equipment (Continued)

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 trust and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in 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 asset charged to the income statement and depreciated based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The assets' residual values and useful lives are reviewed and adjusted if appropriate, at the end of the reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(b) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the trust commits itself to either purchase or sell the asset (i.e. trade date accounting adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified 'at fair value through profit or loss in which case transaction costs are expensed to profit or loss immediately.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(b) Financial Instruments (Continued)

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

(c) Impairment of Assets

At the end of each reporting period, the trust assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount on an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

(d) Intangibles

Goodwill

Goodwill is carried at cost less accumulated impairment losses. Goodwill is calculated as the excess of the sum of:

- (i) the consideration transferred;
- (ii) any non-controlling interest; and
- (iii) the acquisition date fair value of any previously held equity interest, over the acquisition date fair value of net identifiable assets acquired.

Goodwill is tested for impairment annually and is allocated to the entity's cash-generating units or groups of cash-generating units, which represents the lowest level at which goodwill is monitored but where such level is not larger than an operating segment. Gains and losses on the disposal of a business include the carrying amount of goodwill related to the business sold.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(d) Intangibles (Continued)

Bed Licences

Bed licences are issued by the Federal Government to Approved Providers and can also be purchased from third parties. Bed licences are stated at cost or fair value at acquisition less any accumulated impairment losses.

In response to the Royal Commission into Aged Care Quality and Safety's final report, the Australian Government announced in the 2023-22 Federal Budget that it would be investing \$17.7 billion into an aged care reform package. As part of this package, there will be no further Aged Care Approval Rounds (ACAR). From 1 July 2024, residential aged care places (operational places or bed licences) will be assigned directly to senior Australians, giving consumers more control to choose an approved provider that best suits their residential aged care needs. The Australian Government has announced its decision to discontinue operational places from 1 July 2024. In accordance with Accounting Standards and the guidelines issued by the Australian Securities and Investments Commission ("ASIC"), as well as the trust's current understanding of the relevant legislation and transitional arrangements relating to the removal of operational places, the trust has reassessed the useful life of its operational places. Consequently, SJT has commenced amortising the value of operational places from 1 July 2020 on a straight-line basis over their remaining economic life to 30 June 2024.

(e) Employee Benefits

Provision is made for the trust's liability for employee benefits arising from services rendered by employees at the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

(f) Provisions

Provisions are recognised when the trust 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(g) 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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(h) Revenue and Other Income

Revenue from resident's rents and related government subsidies are recognised on a proportional basis to take account of the delivery of service to or occupancy by residents.

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

A claim for COVID-19 outbreak government grant had been submitted in the prior financial year and was received and recognised as income in the current year. There is one outstanding claim at the end of the current financial year. This will be recognised as income the next financial year.

(i) Trade and Other Payables

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

(j) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in income in the period in which they were incurred.

(k) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(l) Trade Receivables

With respect to resident fees, trade receivables are recognised when residents are billed for accommodation fees in advance. For all other sources of recurrent income, trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less a provision for impairment.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment is established when there is objective evidence that the entity will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in the income statement.

SJT AGED CARE SERVICES PTY LTD ATF

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(m) Accommodation Bonds/Refundable Accommodation Deposits (RADs)

On admission to a residential aged care some residents pay a RAD. The RAD is payable when the resident leaves the facility. In accordance with accounting standards these liabilities are considered to be current as the entity does not have an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date. The obligation to settle could occur anytime. Based on prior experience the facility does not expect all RADs to be repaid in the next year.

The financial report has been prepared on a going concern basis which assumes that the Trust will be able to meet its obligations as and when they fall due. The Trust's current liabilities exceed current assets by \$9,365,859 as at 30 June 2024 (2023: \$9,399,013) resulting in a net deficiency of current assets. This mainly arises because of the requirement to classify Refundable Accommodation Deposits ("RAD") as current liabilities.

The total RAD and Bond liability represents the sum of separate payments from individual residents with differing circumstances, and frequently a departing RAD and Bond paying resident is replaced shortly afterwards with a new RAD paying resident. The repayment of individual balances that make up the total current balance will be dependent upon the actual tenure of individual residents, RAD liabilities are recorded at an amount equal to the proceeds received, net of retention and any other amounts deducted from the RAD in accordance with the Aged Care Act 1997.

The value of RADs may fluctuate due to a range of factors. RADs are refunded after a Resident's departure. While individual RADs are generally replaced in a short period of time, often with a RAD of equal or higher value, the facility is exposed to risks associated with repayment, and future sale, of RADs.

These risks may include regulatory changes that limit the trust's ability to sell replacement or new RADs, issues at the facility, which could require the facility to repay a large number of RADs, and general economic conditions which impact on the price that can be achieved for new RADs. Economic conditions include, but are not limited to, a decline in residential property prices, lower levels of personal wealth or deterioration of market conditions in the areas surrounding the facility' facilities.

The effect of these risks may be that the value and number of new RADs the facility receives may be reduced and it may take longer for the trust to reach agreement with new residents or collect RADs.

SJT AGED CARE SERVICES PTY LTD ATF

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 2: REVENUE		
Revenue		
Subsidies received	8,021,962	6,222,797
Residents fees	1,840,499	1,811,473
Hotelling supplement	301,652	-
RN nurses grant	38,160	-
Interest received	230,187	107,121
Proceeds on sale of units	268,614	65,264
COVID-19 related income	100,201	25,191
Management fees	25,600	23,926
Other revenue	5,077	3,985
Total revenue	<u>10,831,952</u>	<u>8,259,757</u>
NOTE 3: PROFIT FOR THE YEAR		
Expenses		
Depreciation of property, plant and equipment	282,406	200,082
Amortisation of intangibles	-	216,666
	<u>282,406</u>	<u>416,748</u>
<i>Interest paid to:</i>		
Other persons	9,144	23,381
Related parties	404,510	387,912
	<u>413,654</u>	<u>411,293</u>
NOTE 4: CASH AND CASH EQUIVALENTS		
Petty cash	-	173
Westpac trading account	97,071	5,087
Westpac bond account	5,381,922	3,625,728
RV trading account	518,595	293,616
	<u>5,997,588</u>	<u>3,924,604</u>

SJT AGED CARE SERVICES PTY LTD ATF

SJT UNIT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 5: TRADE AND OTHER RECEIVABLES		
Current		
Trade receivables	2,241	-
Other receivables	20,102	26,079
Loans to related parties – unsecured	56,721	6,656
	<u>79,064</u>	<u>32,735</u>
NOTE 6: OTHER CURRENT ASSETS		
Current		
Other prepayments	85,127	29,577
	<u>85,127</u>	<u>29,577</u>
NOTE 7: PROPERTY, PLANT AND EQUIPMENT		
PROPERTY		
Property at:		
Land & buildings – at cost	6,322,862	6,322,862
Land & buildings improvements & additions – at cost	4,167,922	4,051,559
Less accumulated depreciation	(1,636,104)	(1,452,736)
Total Buildings	<u>8,854,680</u>	<u>8,921,685</u>
PLANT AND EQUIPMENT		
Plant and Equipment:		
At cost	1,142,569	1,198,464
Accumulated depreciation	(676,729)	(773,509)
Total Plant and Equipment	<u>465,840</u>	<u>424,955</u>
Total Property, Plant and Equipment	<u>9,320,520</u>	<u>9,346,640</u>

SJT AGED CARE SERVICES PTY LTD ATF

SJT UNIT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 7: PROPERTY, PLANT AND EQUIPMENT

Movements in Carrying Amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land & Buildings \$	Plant & Equipment \$	Total \$
Balance at 1 July 2022	8,844,672	345,214	9,189,886
Additions	209,363	147,473	356,836
Disposals	-	-	-
Depreciation expense	(132,350)	(67,732)	(200,082)
Balance at 30 June 2023	8,921,685	424,955	9,346,640
Additions	116,363	155,190	271,553
Disposals	-	(15,267)	(15,267)
Depreciation expense	(183,368)	(99,038)	(282,406)
Balance at 30 June 2024	8,854,680	465,840	9,320,520

	2024 \$	2023 \$
Formation expenses	1,350	1,350
Goodwill	2,300,000	2,300,000
	<u>2,301,350</u>	<u>2,301,350</u>

NOTE 8: INTANGIBLE ASSETS

Formation expenses	1,350	1,350
Goodwill	2,300,000	2,300,000
	<u>2,301,350</u>	<u>2,301,350</u>

SJT AGED CARE SERVICES PTY LTD ATF

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
NOTE 9: TRADE AND OTHER PAYABLES	\$	\$
Current		
Trade payables	108,637	128,788
Sundry payables and accruals	199,670	131,142
	<u>308,307</u>	<u>259,930</u>
NOTE 10: FINANCIAL LIABILITIES		
Current		
Beneficiary entitlements (Note 12)	3,552,624	3,982,190
Accommodation bonds and refundable accommodation deposits	10,776,063	8,393,462
	<u>14,328,687</u>	<u>12,375,652</u>
Non-Current		
Beneficiary loans	2,004,000	2,004,000
	<u>2,004,000</u>	<u>2,004,000</u>
NOTE 11: PROVISIONS		
Provision for annual leave	443,038	395,172
Provision for sick leave	199,036	161,225
Provision for long service leave	280,581	218,927
	<u>922,655</u>	<u>775,324</u>
Analysis of Total Provisions		
Current	890,644	750,347
Non-current	32,011	24,977
	<u>922,655</u>	<u>775,324</u>
NOTE 12: BENEFICIARIES FUNDS		
MUSSETT AGED CARE PTY LTD		
Balance brought forward	1,991,095	1,969,171
Interest charged – beneficiary entitlements	125,401	126,320
Interest charged – beneficiary loan	76,854	67,636
Share of profit	957,962	727,968
Distributions paid	(1,375,000)	(900,000)
	<u>1,776,312</u>	<u>1,991,095</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 12: BENEFICIARIES FUNDS (CONT)		
K.R.H. (NSW) PTY LTD		
Balance brought forward	1,991,095	1,969,171
Interest charged – beneficiary entitlements	125,401	126,320
Interest charged – beneficiary loan	76,854	67,636
Share of profit	957,962	727,968
Distributions paid	(1,375,000)	(900,000)
	1,776,312	1,991,095
Total beneficiaries funds	3,552,624	3,982,190
 NOTE 13: CASH FLOW INFORMATION		
Reconciliation of Cash Flow from Operations with Profit for the year		
Profit for the year	1,915,924	1,455,936
Non-cash flows in profit		
Depreciation	282,406	200,082
Amortisation	-	216,666
Loss on sale of fixed assets	15,267	-
Bond deductions	(67,399)	(67,391)
Interest charged to beneficiaries	404,510	387,912
Changes in assets and liabilities		
(Increase)/decrease in receivables	3,736	165,318
(Increase) in prepayments	(55,550)	(8,961)
Increase in payables	48,377	74,051
Increase in provisions	147,331	149,859
	2,694,602	2,573,472

SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 14: RELATED PARTY DISCLOSURES

The entity legally operates as a Fixed Unit Trust and is called the SJT Unit Trust. The Trustee Company is SJT Aged Care Services Pty Ltd.

(a) Beneficiaries

The beneficiaries of the Trust during the 2024 year were:

KRH (NSW) Pty Ltd

Mussett Aged Care Pty Ltd

(b) Key Management Personnel

Key management personnel do not receive any compensation directly from the company. A management fee is paid to a company of which they are directors (refer below). The key management personnel are the directors of the company with the greatest authority of strategic direction and management of the company.

	2024	2023
Management Fees Paid	\$	\$
David Nelson Family Trust	180,000	120,000
Interest Paid		
KRH (NSW) Pty Ltd	202,254	193,956
Mussett Aged Care Pty Ltd	202,254	193,956

(c) Outstanding Balances

As also disclosed at Note 12, KRH (NSW) Pty Ltd and Mussett Aged Care Pty Ltd had current beneficiary entitlements and non current beneficiary loan accounts during the 2024 financial year.

(d) Terms and Conditions of Transactions with Related Parties

All the transactions were made on normal commercial terms and conditions and at market rates, expect that there are no fixed terms for the repayment of loans between the parties.

SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 15: FINANCIAL RISK MANAGEMENT

The trust's financial instruments consist mainly of loans from related parties.

The totals of each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements are as follows:

	Note	2024 \$	2023 \$
Financial Assets			
Cash & cash equivalents	4	5,997,588	3,924,604
Trade & other receivables	5	79,064	32,735
		6,076,652	3,957,339
Financial Liabilities			
Trade & other payables	9	308,307	259,930
Financial liabilities	10	16,332,687	14,379,652
		16,640,994	14,639,582

NOTE 16: CHANGE IN ACCOUNTING POLICY

A number of new standards are effective from 1 July 2024, but they do not have a material effect on the trust's financial statements.

NOTE 17: CAPITAL MANAGEMENT

There are no externally imposed capital requirements.

The directors effectively manage the trust's capital by assessing the trust's financial risks and adjusting its capital structure in response to changes in these risks and in the market.

There have been no changes in the strategy adopted by the directors to control the capital of the trust since the prior year.

SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 18: EVENTS SUBSEQUENT TO REPORTING DATE

No matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect:

- (a) The company's operations in future financial years;
- (b) The results of those operations in future financial years;
- (c) The company's state of affairs in future financial years;

that has not been disclosed within the financial statements.

NOTE 19: SEGMENT REPORTING

The entity operates in one business and geographical segment, being the operations of a residential aged care facility.

NOTE 20: ECONOMIC DEPENDENCE

SJT Aged Care Services Pty Ltd ATF SJT Unit Trust is dependent on the Department for the majority of its revenue used to operate the business. At the date of this report the Board of Directors have no reason to believe the Department will not continue to support the trust.

SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

DIRECTORS' DECLARATION OF THE TRUSTEE COMPANY

The directors of the trustee company declare that:

1. the financial statements and notes, as set out on pages 1 to 22 are in accordance with the financial reporting requirements of the Accountability Principles 2014 and
 - (a) Comply with Australian Accounting Standards – Simplified Disclosures; and
 - (b) Give a true and fair view of the trust's financial position as at 30 June 2024 and its performance for the year ended on that date

2. in the directors' opinion there are reasonable grounds to believe that the trust 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 of the trustee company.



Director

David Nelson

Dated this 30th day of October 2024

INDEPENDENT AUDIT REPORT TO THE TRUSTEES OF
SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

Report on the Financial Report

Opinion

We have audited the accompanying financial report of SJT Aged Care Services Pty Limited as Trustee of the SJT Unit Trust "The Trust" which comprises the statement of financial position as at 30 June 2024, the statement of comprehensive income and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the director's declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects the financial position of The Trust as at 30 June 2024, and its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards – Simplified Disclosure.

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 Statement section of our report. We are independent of the Company in accordance with 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, and we have fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

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 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 the financial report.

INDEPENDENT AUDIT REPORT TO THE TRUSTEES OF
SJT AGED CARE SERVICES PTY LTD ATF
SJT UNIT TRUST

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Goodwin Chivas & Co

Goodwin Chivas & Co Pty Ltd
Chartered Accountants

Wayne Pobje

Wayne Pobje (Registered Company Auditor 319517)
Director

Suite 401, 29-31 Solent Circuit, Norwest NSW 2153

Dated this 30th day of October 2024