



ANNUAL REPORT

2022



LONGEVITY:

GROUP AUSTRALIA

ABN 75 052 046 625

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DIRECTORS PROFILES

DENNIS MICHAEL – Chairman, Executive Director

Dennis worked for the Tramways for 13 years, in every Tram and Bus depot in Melbourne. He then had a corporate career spanning 9 years working for Toyota Australia and Orica (formerly ICI) followed by 15 years as the co-founder and managing director of a private company specialising in SAP software sales and implementations. The private company was later sold to an ASX listed company. Dennis has a Bachelor of Business in Accounting. Dennis has been retired since 2014 pursuing his passion as a private investor. Dennis commenced his review of Longevity Group Australia's progress as a public unlisted company in October 2019, resulting in his appointment to the board on the 21 February 2022 as Executive Chairman.

MATTHEW CHUN – Chairman, Non-Executive Director (Ceased)

Matthew Chun joined the Longevity Board in October 2020. Matthew is a highly regarded CEO, board director and corporate advisor with over 28 years' experience in the ownership and development of property in the residential, retirement, commercial, industrial, retail and hotel sectors, having held various senior executive positions with ASX listed companies and institutional organisations. Matthew drives value by formulating a clear vision, purpose and strategy to motivate an organisation using an engaging and authentic leadership style, delivering sustainable strategic and commercial results by driving a customer-focused and performance-based culture.

FRANK BARBUTO – Non-Executive Director

Frank started his working life at the old M&MTB Bus and Tram depot in Fitzroy in 1974, also that year joining the Transport Health Fund of which he is still a member. Since retiring from Yarra Trams in 2018, Frank looks forward to his new role as a Director of Longevity in helping the company and members achieve the best possible outcome.

JOHN CORCORAN – Non-Executive Director

John Corcoran B.Bus, CPA was earlier employed by this company for over twenty years during that period before demutualisation when it was named Transport Friendly Society Ltd. John was employed as Chief Financial Officer and Company Secretary until leaving the company in 2011.

DR. TREVOR HANSEN – Non-Executive Director

Trevor Hansen, a Shareholder in Longevity Group Australia, was appointed to the Board of Directors in 2019. He is a specialist in due diligence and strategic planning. As part owner of Leading Technology Group, an investment company that buys and operates technology businesses, he has a track record of deploying capital to deliver benefits for customers, staff and Shareholders. He holds a PhD in computer science from the University of Melbourne and is a member of the Australian Institute of Company Directors.

PHILLIP ALTIERI – Non-Executive Director (Ceased)

Phillip Altieri re-joined the Longevity Board in 2020 to assist with delivering value for Shareholders and preserve the 132 year legacy of the company. Phil was originally appointed to the Board in 2008 and retired in August 2018 due to increased work commitments with The Rail, Tram and Bus Union (RTBU).

Phil is now able to offer a greater time commitment to the company and wants to ensure that the voice of ordinary Shareholders is heard at Board level. He brings significant expertise and insight in the areas of infrastructure, employee relations and workplace health and safety issues and has also held advisory roles on national transport issues to various levels of Government. Phil brings a unique perspective to the Board having started his working life as an apprentice with the M&MTB in 1976 and his significant governance and safety experience will be invaluable given the disruption that COVID-19 has brought to all businesses.

DIRECTORS PROFILES (CONTINUED)

JOHN COULSON – Non-Executive Director (Ceased)

John Coulson re-joined the Longevity Board in November 2020 after a 10 year period as a non- executive director from 2008 to 2017. John has been a partner at several chartered accounting firms, heading up management consulting divisions; his focus has been on providing business improvement services to SME's including strategic business planning and financial management. John has had significant experience on boards and committees in corporate and not-for-profit organisations. In these roles, John has concentrated on strengthening governance, strategic planning, financial oversight and risk management. He has chaired a number of audit, finance and risk committees.

PHILIP THOMAS – Company Secretary

Philip Thomas (M.CommLaw, B.Bus, Grad Dip CSP) is a Chartered Company Secretary and has been advising listed, unlisted and not for profit companies for more than 20 years in relation to corporate governance, risk and corporate sustainability.

DIRECTORS REPORT

The Directors present their report, together with the financial statements of the consolidated entity (referred hereafter as the “Group”) consisting of Longevity Group Australia Ltd – “Longevity” (referred hereafter as the “Company”) and the entities it controlled for the year ended 30 June 2022.

The following persons were Directors of the Company during the year and up until the date of this report, unless otherwise stated:

Dr Trevor A Hansen

Mr. Dennis Michael (Appointed 21 February 2022)

Mr. John Corcoran (Appointed 21 February 2022)

Mr. Frank Barbuto (Appointed 21 February 2022)

Mr. Phillip Altieri (Ceased 21 February 2022)

Mr. Matthew Chun (Ceased 21 February 2022)

Mr. John Coulson (Ceased 21 February 2022)

The number of meetings of the Company’s Board and each Board Committee held during the year ended 30 June 2022, and the numbers of meetings attended by each are:

DIRECTOR	BOARD	
	A	B
T. Hansen	17	17
F. Barbuto	5	5
J. Coulson	12	12
P Alteri	12	12
M. Chun	12	12
D Michael	5	5
J Corcoran	5	5

A Number of meetings attended

B Number of meetings held during the time the director held office

CEO / EXECUTIVE CHAIRMAN

Mr. Brian Sands (Ceased 21 February 2022)

Mr. Dennis Michael (Appointed 21 February 2022)

COMPANY SECRETARY

Mr Philip Thomas

DIRECTORS REPORT (CONTINUED)

PRINCIPAL ACTIVITIES

During the year the principal continuing activities of the Group consisted of property development.

OPERATING AND FINANCIAL REVIEW

The profit from continuing operations of the Group, after tax, for the year ended 30 June 2022 is \$205,207 (30 June 2021 loss of \$5,214,371).

During the year ended 30 June 2022 all the remaining developments achieved practical completion and 13 of the 14 apartments were sold and settled.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

On the 20 June 2022 an Extraordinary General Meeting (EGM) of Longevity Group Australia Ltd (In Liquidation) the shareholders approved that Andrew James MacNeill and Justin Howlett of SMB Advisory be and are hereby appointed as Joint and Several Liquidators of the Company for the purposes of winding up the affairs and distributing the property of the Company. Liquidators are now in control of the Company for the purposes of the solvent winding up of its affairs and distribution of assets of the company to its creditors and shareholders.

There were no other significant changes in the state of affairs of the consolidated entity during the financial year.

DIVIDENDS

A 25% franked special dividend of \$6,543,866 (\$0.40 per share) was declared in June 2022.

SUBSEQUENT EVENTS

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has been financially positive for the group up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

On the 1st of August 2022, Longevity Group Australia Ltd settled its final property for a value of \$1,840,000. No other matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the group's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

Information on likely developments in the operations of the Group and the expected results of operations have not been included in this report because the Directors believe it would be likely to result in unreasonable prejudice to the Group.

ENVIRONMENTAL REGULATIONS

The Group is not subject to any significant environmental regulation under Australian Commonwealth or State Law.

DIRECTORS REPORT (CONTINUED)

INSURANCE OF OFFICERS

The company has indemnified the directors and executives of the company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the company paid a premium in respect of a contract to insure the directors and executives of the company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

INDEMNITY AND INSURANCE OF AUDITOR

The company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the company or any related entity against a liability incurred by the auditor.

During the financial year, the company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to 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.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration in accordance with section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

The Directors' Report is signed by Dennis Michael, the former chairperson of the company that went into liquidation on the 20 June 2022 with the approval of the liquidator.

On behalf of the Directors



Dennis Michael
Former Chairman
28th October 2022

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Longevity Group Australia Ltd for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.



RSM AUSTRALIA PARTNERS



R J MORILLO MALDONADO

Partner

28 October 2022

Melbourne, Victoria

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FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2022

	NOTES	2022 \$	2021 \$
Continuing operations			
Revenue			
Revenue	5	29,160,231	16,923,828
Cost of goods sold		(25,378,149)	(15,964,224)
Gross profit		3,782,082	959,604
Other income	5	936,687	283,382
Expenses			-
Employee benefits		(327,756)	(1,364,193)
Consultant and professional services		(1,222,787)	(1,028,106)
Depreciation and amortisation	6	(18,903)	(259,817)
Information technology fees		(60,563)	(114,566)
Marketing		(184,939)	(255,902)
Administration		(127,723)	(216,830)
Finance cost		-	(20,911)
Services		(208,492)	(30,604)
Business		-	(29,032)
Other		(129)	(104,969)
Impairment		-	(4,616,763)
Profit /(loss) before income tax benefit/ (expense)		2,567,477	(6,798,707)
Income tax (expense) / benefit	7(a)	(2,362,270)	1,584,336
Profit / (loss) for the financial year		205,207	(5,214,371)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Change in fair value of financial instruments		413,385	54,058
Total other comprehensive income / (loss) for the year		413,385	54,058
Total comprehensive income / (loss) for the year		618,592	(5,160,313)

The above Consolidated Statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2022

	NOTES	2022 \$	2021 \$
Current assets			
Cash and cash equivalents	8	38,469,921	6,563,139
Trade and other receivables	9	39,236	78,770
Other financial assets	10	-	3,001,008
Inventories	12	1,792,069	26,479,874
Other	11	115,641	198,370
Plant and equipment	13	13,486	-
Total current assets		40,430,353	36,321,161
Non-current assets			
Other financial assets	10	-	1,500,000
Plant and equipment	13	-	29,296
Intangible assets	14	-	-
Deferred tax assets	17	-	2,362,270
Total non-current assets		-	3,891,566
Total assets		40,430,353	40,212,727
Current liabilities			
Trade and other payables	15	6,834,263	680,539
Provisions	16	-	10,824
Total current liabilities		6,834,263	691,363
Non-current liabilities			
Provisions	16	-	-
Total non-current liabilities		-	-
Total liabilities		6,834,263	691,363
Net assets		33,596,090	39,521,364
Equity			
Issued Capital	18(a)	31,513,224	31,513,224
Reserves	18(b)	-	45,913
Retained earnings	18(c)	2,082,866	7,962,227
Total equity		33,596,090	39,521,364

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2022

2022	NOTES	ISSUED CAPITAL	RETAINED EARNINGS	RESERVES	Total
		\$	\$	\$	\$
Balance at the beginning of the year		31,513,224	7,962,227	45,913	39,521,364
Other comprehensive income for the year		-	-	413,385	413,385
Profit for the year	21(c)		205,207		205,207
Total comprehensive income for the year			205,207	413,385	618,592
Transactions with owners in their capacity as owners:					
Transfer of reserves to retained earnings		-	459,298	(459,298)	-
Dividends		-	(6,543,866)	-	(6,543,866)
Balance at the end of the year	21(a)	31,513,224	2,082,866	-	33,596,090

2021	NOTES	ISSUED CAPITAL	RETAINED EARNINGS	RESERVES	Total
		\$	\$	\$	\$
Balance at the beginning of the year		31,513,224	14,158,178	(8,145)	45,663,257
Other comprehensive income for the year		-	-	54,058	54,058
Loss for the year	21(c)	-	(5,214,371)	-	(5,214,371)
Total comprehensive loss for the year			(5,214,371)	54,058	(5,160,313)
Transactions with owners in their capacity as owners:					
Dividends		-	(981,580)	-	(981,580)
Balance at the end of the year	21(a)	31,513,224	7,962,227	45,913	39,521,364

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2022

	NOTES	2022 \$	2021 \$
Cash flows from operating activities			
Receipts from property sales (inclusive of goods and services tax)		30,842,365	16,922,575
Payments to suppliers, employees (inclusive of goods and services tax)		(3,598,810)	(3,202,122)
Payments for purchase of inventories (inclusive of good and services tax)		(1,184,761)	(7,824,183)
Interest and dividends received		936,687	465,844
Government grants received		-	94,500
Net cash inflow from operating activities	24	26,995,481	6,456,614
Cash flows from investing activities			
Payments for plant and equipment and intangibles		(3,092)	(17,469)
Redemption and sale of other financial assets		9,914,393	6,647,351
Investments in other financial assets		(5,000,000)	(4,500,000)
Net cash (outflows)/ inflow from investing activities		4,911,301	2,129,882
Cash flow from financing activities			
Borrowing (repayments)/received	19	-	(5,492,680)
Lease repayments		-	(20,385)
Dividend		-	(981,580)
Net cash inflow/(outflow) from financing activities		-	(6,494,645)
Net increase in cash and cash equivalents held		31,906,782	2,091,851
Cash and cash equivalents at the beginning of the year		6,563,139	4,471,288
Cash and cash equivalents at the end of the year	8	38,469,921	6,563,139

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. REPORTING ENTITY

Longevity Group Australia Ltd – Longevity (the “Company”) is a company domiciled in Australia. Longevity is an unlisted public company.

The financial statements include the consolidated financial statements and notes of Longevity Group Australia Ltd (the “Company”) and controlled entities (the “Group”).

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The consolidated financial statements are general purpose financial reports prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standards (including the Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB).

The Group is a for-profit entity for the purpose of preparing these financial statements. The Group's financial statements comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

b. Basis of preparation

The directors of the company decided in June 2022 to cease the operations of the business. On 20 June 2022 an Extraordinary General Meeting (EGM) of Longevity Group Australia Ltd (In Liquidation) the shareholders approved the appointment of liquidators for the purposes of winding up the affairs and distributing the property of the Company. Considering all operations of the Group have been discontinued/ceased, the directors have determined that the going concern basis of preparation (as applied in previous years) is no longer appropriate.

Accordingly, these financial statements are no prepared on a going concern basis. The directors have applied the requirements of paragraph 25 of AASB 101 Presentation of Financial Statements which states that “When the financial report is not prepared on a going concern basis, that fact shall be disclosed, together with the basis on which the financial report is prepared and the reason why the entity is not regarded as a going concern.”

The financial statements have been prepared on a liquidation basis.

Impact of adopting the liquidation basis of preparation on measurement, classification of assets and liabilities, and disclosures in the financial report

Under the liquidation basis of preparation, assets and liabilities are measured at their liquidation value. The liquidation value of assets is their net realisable value. Net realisable value is based on the proceeds receivable on disposal less restructure and liquidation costs. The liquidation value of liabilities is their expected settlement amount. Any gains or losses resulting from measuring assets and liabilities to the liquidation value are recognised in profit or loss.

Under the liquidation basis of accounting, all assets and liabilities are classified as current. In adopting the liquidation basis, the directors have continued to apply the disclosure requirements of Australian Accounting Standards, to the extent they are relevant to the liquidation basis and have modified them where this is considered appropriate.

The accounting policies adopted are consistent with those of the previous financial year except for changes specified related to the adoption of the liquidation basis of preparation.

Comparative information has not been restated and is measured and presented on a going concern basis.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (CONT.)

c. New or amended accounting standards and interpretations adopted

The group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

d. New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2022. The consolidated entity has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

e. Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all entities controlled by Longevity Group Australia Ltd (the "Company") as at 30 June 2022 and 2021 respectively; and the results of all controlled entities for the financial years then ended. Longevity Group Australia Ltd and its controlled entities together are referred to in this financial report as the Group. The effects of all transactions and balances and unrealised gains on transactions between entities in the Group are eliminated in full.

Where a controlled entity has entered or left the economic entity during the year, its operating results have been included from the date control was obtained or until the date control ceased.

NOTE 3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the financial statements required the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Group's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be wrong. Detailed information about each of these estimates and judgements is included in notes 2 to 27 together with the information for the basis of calculation for each affected line items in the financial statements.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 4. SEGMENT INFORMATION

Segment information has not been separately disclosed as a Group, as the continuing operations is only in one reportable segment, the results and assets of which are shown as continuing operations in the Consolidated Statement of Profit or Loss and other comprehensive income and the Consolidated Statement of Financial Position.

NOTE 5. REVENUE AND OTHER INCOME

	Consolidated	
	2022	2021
	\$	\$
Revenue		
Property sales	29,160,231	16,923,828
Other income		
Interest on other financial assets	873,926	108,126
Interest other	-	-
Dividends and distribution income	62,761	24,846
Other	-	150,410
Total other income for continuing operations	936,687	283,382
Total revenue and other income for the financial year	30,096,918	17,207,210

Revenue

The Group develops and sells properties comprising apartments, units, townhouses, and parcels of land held as inventory. The sales contracts typically contain one performance obligation which is satisfied when control of the property is transferred to the purchaser on settlement. The settlement date is the point at which revenue is recognised. The revenue is measured at the transaction price agreed under the contract.

All sales transactions related to properties located in Victoria, Australia. All sales transactions were recognised at its relevant point in time.

Other Income

Interest income is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 6. EXPENSES

The following items are significant to the financial performance of the Group, and so are listed here.

	Consolidated 2022 \$	2021 \$
Profit/(loss) from continued operations before income tax benefit include the following specific net (gain)/loss and expenses:		
Net (gain)/ loss on disposal of financial assets	-	(30,580)
Depreciation		
Plant and equipment	18,903	277,437
Amortisation	-	12,960
Total depreciation & amortisation	18,903	290,397

NOTE 7. INCOME TAX EXPENSE

	Consolidated 2022 \$	2021 \$
(a) Amounts recognised in the profit and loss		
Current tax expense		
Current year	-	14,695
Deferred tax – origination and reversal of temporary differences	(2,362,270)	1,569,641
Income tax (expense)/ benefit	(2,362,270)	1,584,336
Deferred tax included in income tax expense comprises:		
(Decrease) / Increase in net deferred tax	(2,362,270)	1,569,641
Deferred tax - origination and reversal of temporary differences	(2,362,270)	1,569,641
(b) Reconciliation of prima facie income tax to income tax (expense)/benefit		
Profit / (Loss) from operations before income tax expense	2,567,476	(6,798,707)
Income tax benefit calculated at 25% (2021 - 26%)	641,869	1,767,665
Add/(less) tax effect of:		
Net other non-assessable/(non-deductible) items	258,428	13,000
Other assessable income	(155,934)	-
Imputation credit	21,502	6,403
Withholding tax	11,162	-
Utilisation of tax losses	(777,030)	-
Derecognition of tax losses as a deferred tax asset	(2,362,270)	-
Adjustment to prior year deferred tax balances	-	(202,732)
Income tax benefit (expense)	(2,362,270)	1,584,336
(d) Tax losses		
Unused tax losses for which no deferred tax asset has been recognised	3,387,723	1,616,368
Potential tax benefit at 25% (2021: 26%)	845,930	420,256

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 7. INCOME TAX EXPENSE (CONT.)

The income tax expense or benefit for the year comprises the tax payable on the period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised, or liability is settled. Deferred tax is credited in the statement of comprehensive income

except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

The carrying amount of recognised deferred tax assets are reviewed at each reporting date. Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The future income tax benefit relating to tax losses is not carried forward as an asset unless the benefit is virtually certain of realisation.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority or either the same taxable entity or different taxable entities which intend to settle simultaneously.

NOTE 8. CASH AND CASH EQUIVALENTS

	Consolidated 2022 \$	2021 \$
Cash on hand	93	500
Cash at bank	38,469,828	6,562,639
Balance as per Statement of Financial Position	38,469,921	6,563,139
The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown in the cash flows as follows:		
Balance as above	38,469,921	6,563,139
Balance per Statement of cash flows	38,469,921	6,563,139

Cash and cash equivalents include cash on hand and deposits at call with financial institutions and other liquid investments with short periods to maturity which are readily convertible to cash on hand and are subject to insignificant risk of changes in value.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 9. TRADE AND OTHER RECEIVABLES

	Consolidated 2022 \$	2021 \$
Receivable – current		
Receivables	-	15,195
Interest receivable	39,236	21,517
Other receivable	-	42,058
Total trade and other receivables	39,236	78,770

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The group has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue. Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

NOTE 10. OTHER FINANCIAL ASSETS

	Consolidated 2022 \$	2021 \$
Other Financial assets – current		
Investment in unit trusts	-	3,001,008
Other Financial assets – non-current		
Investment in unit trusts	-	1,500,000
Total other financial assets	-	4,501,008

The above short-term investments refer to investments in term deposits measured at amortised cost.

Refer to Note 19 for further information on financial instruments.

NOTE 11. CURRENT ASSETS – OTHER

	Consolidated 2022 \$	2021 \$
Prepayments	36,211	35,330
GST receivable	79,430	163,040
Total other assets	115,641	198,370

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 12. INVENTORIES

As at 30 June 2022, Longevity owned 1 property for the development of its new residential product which has now been sold post 30 June 2022 (Refer note 27 Subsequent events).

	Consolidated 2022 \$	2021 \$
Inventories - Current		
Development properties	1,792,069	31,096,637
Less Impairment	-	(4,616,763)
Total inventory	1,792,069	26,479,874

Inventories are measured at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

NOTE 13. PLANT AND EQUIPMENT

	Consolidated 2022 \$	2021 \$
At cost	374,148	371,054
Less: Accumulated depreciation	(360,661)	(341,758)
Total property and plant and equipment	13,487	29,296

Recognition and measurement

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation

Depreciation is calculated on a diminishing value basis to write off the net cost or revalued amount of each item of plant and equipment (excluding land) over their expected useful lives as follows:

Plant and equipment 3-20 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Group. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss. Any revaluation surplus reserve relating to the item disposed of is transferred directly to retained profits.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 13. PLANT AND EQUIPMENT (CONT.)

Reconciliations of the written down values of each class property, plant and equipment at the beginning and end of the current and previous financial year are set out below:

	Consolidated 2022 \$	2021 \$
Opening carrying amount at 1 July	29,296	258,684
Additions	3,093	375
Disposals/adjustments	-	47,674
Depreciation expense (Note 6)	(18,903)	(277,437)
Closing carrying amount at 30 June	13,486	29,296

NOTE 14. INTANGIBLE ASSETS

	Consolidated 2022 \$	2021 \$
Computer software at cost	96,069	96,069
Less: Accumulated amortisation	(96,069)	(96,069)
	-	-

An item of computer software which is not an integral part to the computer is classified as an intangible asset. Intangible assets are carried at cost less depreciation and impairment loss, if applicable. Computer software held as intangible assets is amortised over the expected useful life of the software, estimated to be 3 years.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 15. PAYABLES

	Consolidated 2022 \$	2021 \$
Trade payables	80,067	196,945
Dividend Payable	6,543,866	-
Accruals	210,330	483,594
Total payables	6,834,263	680,539

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year and which are unpaid. They are measured at amortised cost. The amounts are unsecured and are usually paid within 30 days of recognition.

NOTE 16. PROVISIONS

	Consolidated 2022 \$	2021 \$
Provisions – current		
Employee benefits	-	10,824
Total Provisions	-	10,824

Provisions are measured using the best estimate of the amount required to settle the obligation.

Employee benefits

i. Short term obligations

Liabilities for wages and salaries that are expected to be wholly settled within 12 months after the period in which employees render the related services are recognised in respect of the employee services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities settle. Liabilities are presented as provisions in the Statement of Financial Position.

ii. Other long term employee benefits

Employee entitlements that are not expected to be wholly settled within 12 months after the end of the year are measured as the present value of the estimated future cash outflows to be made by the Group in respect of services provided by employees up to the reporting date. Consideration is given to the expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date of government bonds with terms that match as closely as possible to the estimated future cash flows.

Regardless of the expected timing of settlement, provisions made in respect of employee benefits are classified as a current liability unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it would be classified as non-current liability.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 16. PROVISIONS (CONT.)

Movement in provisions

Movements in each class of provision during the financial year are set out below.

	Consolidated 2022 \$	2021 \$
Employee Benefits		
Carrying amount at start of year	10,824	260,903
Additional provisions (taken)/recognised	(10,824)	(250,079)
Carrying amount at end of year	-	10,824
Employee numbers		
Average number of employees during the financial year	9	6

NOTE 17. DEFERRED TAX ASSET/ (LIABILITIES)

	Consolidated 2022 \$	2021 \$
Deferred tax liabilities		
The balance comprises temporary differences attributable to:		
Receivables	-	-
Other	-	5,595
Total deferred tax liabilities	-	5,595
Set off of deferred tax assets pursuant to set off provisions	-	2,367,865
Total deferred tax assets/(liabilities)	-	2,362,270
Deferred tax assets		
Deferred tax assets comprises temporary difference attributable to:		
Tax losses	-	2,360,527
Employee benefits	-	-
Other	-	7,338
Total deferred tax assets	-	2,367,865

Recovery of deferred tax assets

Deferred tax assets are recognised for deductible temporary differences only if the Group considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 18. CAPITAL AND RESERVES

a. Issued capital

The Company does not have a limited amount of authorised capital or par value in respect of its issued shares.

Ordinary shares entitle the holder to participate in dividends, and to share in the proceeds of winding up of the Company in proportion to the number of shares held.

	Consolidated 2022 No. of Shares	2022 \$
Balance at 30 June 2021	16,359,664	31,513,224
Balance at 30 June 2022	16,359,664	31,513,224

	Consolidated 2022 \$	2021 \$
b. Reserves		
Asset revaluation reserve		
At the beginning of the financial year	45,913	(8,145)
Other comprehensive income	413,385	54,058
Transfer reverses to retained earnings	(459,298)	-
At the end of the financial year	-	45,913
Nature and purpose of reserves – Asset revaluation reserve		
The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets.		
c. Retained earnings		
Retained profits at the beginning of the financial year	7,962,227	14,158,178
Net gain/(loss) attributable to members of Longevity	205,207	(5,214,371)
Transfer from asset revaluation reserve	459,298	-
Dividend	(6,543,866)	(981,580)
Retained profit at the end of the financial year	2,082,866	7,962,227
d. Dividends		
There was a dividend declared during the year ended 30 June 2022 (2021: \$981,580)	6,543,866	981,580
Dividend franking account		
Amount of franking credits available to shareholders of Longevity for subsequent financial years (2021: 27.5%)	7,479,858	7,479,858

The ability to utilise the franking credits is dependent upon the ability to declare dividends.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 19. FINANCIAL INSTRUMENTS

Recognition and initial measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are classified and measured as set out below.

Derecognition

Financial assets are derecognised where the contractual rights to the receipt of cash flows expires, or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled, or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit or loss.

Classification and subsequent measurement

i. Amortised cost

Amortised cost is the amount at which the financial asset or financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any loss allowance.

A financial asset shall be measured at amortised cost if both of the following conditions are met:

- (a) The objective of the entity's business model is to hold the financial asset to collect the contractual cash flows
- (b) The contractual terms of the financial asset give rise to specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

ii. Fair value

A financial asset shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and
- (b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

iii. Financial liabilities

Financial liabilities held for trading are measured at fair value through profit or loss, and all other financial liabilities are measured at amortised cost using the effective interest rate method.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 19. FINANCIAL INSTRUMENTS (CONT.)

i. Impairment

At each reporting date, the Group assesses and recognises any loss allowance for expected credit losses on the financial instrument. In the case of financial instruments measured at fair value, impairment requirements shall be applied, and a loss allowance shall be recognised and measured through other comprehensive income.

(a) Financial risk management objectives and policies

The Group's principal financial instruments comprise:

- Cash and cash equivalents
- Short-term investments
- Receivables
- Payables
- Loans to and from subsidiaries

The activities of the Group expose it to market interest rate risks, credit risks and liquidity risks. The risk framework recognises the unpredictability of financial markets and seeks to minimise the potential adverse effects on the financial performance of the Group. The key objectives of the management of assets and liabilities is to ensure that sufficient liquidity is maintained at all times to meet the settlement of other liabilities, and within these parameters to optimise the investment return for members.

The carrying amounts of the financial assets and financial liabilities by category are detailed as follows:

	Consolidated 2022 \$	2021 \$
Financial assets		
At amortised cost:		
Cash and cash equivalents	38,472,320	6,563,139
Receivables	39,236	78,770
Other financial assets	-	4,501,008
Total financial assets	38,511,556	11,142,917
Financial liabilities		
At amortised cost:		
Payables	6,834,263	680,539
Interest bearing liabilities	-	-
Other current liabilities	-	-
Total financial liabilities	6,834,263	680,539
Net financial assets	31,677,293	10,462,378

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 19. FINANCIAL INSTRUMENTS (CONT.)

i. Market risks

The market risks the Group is exposed to through its financial instruments are the market value risk and interest rate risk due to the nature of its investments.

The Group is not exposed to foreign currency fluctuations through its receivables or payables relating to purchases of supplies and consumables.

Interest rate risk arises from interest bearing assets. Assets with floating rate interest expose the Group to cash flow interest risk. Fixed interest assets expose the Group to fair value interest rate risk. The Group's strategy is to invest in high quality, liquid, fixed interest securities and cash and to actively manage the duration. The interest-bearing assets are actively managed to achieve a balance between cash flow risk and interest rate risk, bearing in mind the liquidity requirements of the business.

The Group's exposure to interest rate risk and the effective weighted average interest rates on those financial assets is provided below.

The carrying amounts of financial assets and liabilities that are exposed to interest rate risk are detailed in the interest rate exposure of financial instruments note below.

Interest rate exposure of financial instruments

The Group's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rate and the effective weighted average interest rate by maturity periods, is set out in the following table.

2022 Consolidated	Weighted average effective interest rate	Fixed interest maturing in Carrying amount \$	1 year or less \$	Fixed interest maturing in more than year \$	Variable interest 1 rate \$	Non-interest bearing \$
Financial assets						
Cash and cash equivalents	0.0%	38,472,320		-	-	38,472,320
Receivables		39,236		-	-	39,236
Other financial assets, investment in unit trusts at fair value	0.0%	-	-	-	-	
Financial liabilities						
Payables	0.0%	(6,834,263)		-	-	(6,834,263)
Other liabilities		-	-	-	-	-
Net financial assets/(liabilities)		31,677,293	-	-	-	31,677,293

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 19. FINANCIAL INSTRUMENTS (CONT.)

(a) Financial risk management objectives and policies continued

i. Market risks continued

Interest rate exposure of financial instruments (continued)

2021 Consolidated	Weighted average effective interest rate	Fixed interest maturing in Carrying amount \$	1 year or less \$	Fixed interest maturing in more than year \$	Variable interest 1 rate \$	Non-interest bearing \$
Financial assets						
Cash and cash equivalents	0.0%	6,563,139	-	-		6,563,139
Receivables		78,770	-	-	-	78,770
Other financial assets, investment in unit trusts at fair value	6.58 %	4,501,008	3,001,008	1,500,000	-	-
Financial liabilities						
Payables		680,539	-	-	-	680,539
Other liabilities	0.0%	-	-	-	-	-
Net financial assets/(liabilities)		11,823,456	3,001,008	1,500,000	-	7,322,448

ii. Credit risks

Credit risk exposure is monitored by the Board. All interest-bearing securities and cash are held with financial institutions as approved by the Board. The Group does not expect any investment counterparties to fail to meet their obligations given their strong credit rating.

The Group does not engage in hedging for its financial assets.

Provision for impairment for financial assets is calculated based on past experience, and current and expected changes in credit.

The carrying amount of financial assets recorded in the financial statements, net of any allowances for losses, represents the Group's maximum exposure to credit risk.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 19. FINANCIAL INSTRUMENTS (CONT.)

Financial risk management objectives and policies continued

ii. Credit risks continued

As at the reporting date, there were no events to indicate that any financial assets were impaired. The following table discloses the ageing of financial assets:

Ageing analysis of financial assets

2022 Consolidated \$	Carrying amount	Past due but not impaired				Impaired \$
		Not past due and not impaired \$	Less than 1 month \$	1-3 months \$	Over 3 months \$	
Loans and Receivables						
Other receivables	39,236	39,236	-	-	-	-
Total	39,236	39,236	-	-	-	-

2021 Consolidated \$	Carrying amount	Past due but not impaired				Impaired \$
		Not past due and not impaired \$	Less than 1 month \$	1-3 months \$	Over 3 months \$	
Loans and Receivables						
Other receivables	78,770	78,770	-	-	-	-
Total	78,770	78,770	-	-	-	-

iii. Liquidity risks

The Group minimises liquidity risk by maintaining sufficient liquid assets to meet operating cash flow requirements.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 19. FINANCIAL INSTRUMENTS (CONT.)

(a) Financial risk management objectives and policies continued

The following tables disclose the contractual maturity for the financial liabilities of the Group.

2022 Consolidated	Carrying amount	Nominal amount	Maturity dates			
			Less than 1 month	1-3 months	3 months – 1 year	1-5 years
\$		\$	\$	\$	\$	\$
Payables						
Payables	6,834,263	6,834,263	6,834,263	-	-	-
Total	6,834,263	6,834,263	6,834,263			

2021 Consolidated	Carrying amount	Nominal amount	Maturity dates			
			Less than 1 month	1-3 months	3 months – 1 year	1-5 years
\$		\$	\$	\$	\$	\$
Payables						
Payables	680,539	680,539	680,539	-	-	-
Total	680,539	680,539	680,539	-	-	-

(b) Fair value financial assets and liabilities

The Fair value hierarchy

The Group's assets and liabilities, are measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

The fair value of investment in Unit trusts (refer to Note 10) was determined using a methodology categorised as a Level 2 level hierarchy. As at 30 June 2022, the Group does not held or disclosed any other assets or liabilities at fair value. The fair value of cash and cash equivalents, non-interest bearing monetary financial assets, and trade receivables and financial liabilities of the Group approximates their carrying amounts.

(c) Sensitivity Analysis

Management has assessed the potential impact from shifts in the market interest rates and movement in other price risk as insignificant.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 20. KEY MANAGEMENT PERSONNEL COMPENSATION

Key Management Personnel includes directors and key executives of parent and controlled entities.

	Consolidated 2022 \$	2021 \$
Short-term employee benefits	805,490	629,791
Post-employment benefits	27,024	24,292
Long-term benefits	-	-
Termination benefits	-	298,888
	832,514	952,971

Short-term employee benefits include remuneration to Directors and the CEO.

NOTE 21. REMUNERATION OF AUDITORS

During the year, the auditor of the Group earned the following remuneration:

	Consolidated 2022 \$	2021 \$
Assurance Services		
(i) Audit services		
Audit of annual financial report and review of half year interim financial report	45,600	56,500
(ii) Non assurance services		
Non assurance services	6,500	-
Total remuneration for assurance services	52,100	56,500

NOTE 22. RELATED PARTIES

a. Transactions and terms and conditions

There are no related party transactions other than key management personnel compensation (refer Note 20). All related party transactions are on normal operating terms and conditions.

b. Wholly owned Group

The wholly owned Group consists of Longevity Group Australia Ltd and its wholly owned subsidiaries as the table below.

Ownership interests in these subsidiaries are set out in Note 23.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 23. INVESTMENTS IN CONTROLLED ENTITIES

Equity holding investment	Cost of parent entity's			
	2022 %	2021 %	2022 \$	2021 \$
Old Richmond Pty Ltd	100	100	20,000	20,000
Old Mornington Pty Ltd (formerly Park Hill Gardens Aged Care Facility Pty Ltd)	100	100	1,000	1,000
Maximeyes Optical Victoria Pty Ltd	100	100	1,000	1,000
Longevity Project 1 Pty Ltd	100	100	10	10
Longevity Project 1 Unit Trust	100	100	6,039,228	6,039,228
Longevity Project 2 Pty Ltd	100	100	10	10
Longevity Project 2 Unit Trust	100	100	1,000,000	1,000,000
Longevity Project 3 Pty Ltd	100	100	10	10
Longevity Project 3 Unit Trust	100	100	11,019,984	11,019,984
			18,081,242	18,081,242

NOTE 24. RECONCILIATION OF PROFIT/LOSS FROM ORDINARY ACTIVITIES AFTER INCOME TAX TO NET CASH INFLOWS/(OUTFLOWS) FROM OPERATING ACTIVITIES

	Consolidated 2022 \$	2021 \$
Profit / (loss) from ordinary activities after income tax	205,206	(5,124,371)
Depreciation and amortisation	18,903	259,817
Changes in operating assets and liabilities		
(Increase)/decrease in receivables	39,534	(1,253)
(Increase)/decrease in inventories	24,687,805	12,273,210
(Increase) in other operating assets	82,729	489,260
(Increase) in deferred tax assets	2,362,270	(1,569,641)
Increase/(decrease) in payables	(390,142)	469,671
Increase/(decrease) in provisions	(10,824)	(250,079)
Net cash outflow from operating activities	26,995,481	6,546,614

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 25. PARENT ENTITY DISCLOSURES

As at, and throughout the financial year ended 30 June 2022, the parent entity of the Group was Longevity Group Australia Ltd.

Set out below is the supplementary information about the parent entity.

	Parent	
	2022 \$	2021 \$
Statement of profit or loss and other comprehensive income		
Profit/(loss) after income tax benefit	(2,492,980)	(6,510,875)
Total comprehensive income/(loss)	(2,079,595)	(1,894,112)
<i>Statement of Financial Position</i>		
Total current assets	52,636,379	9,511,148
Total assets	52,636,379	38,162,572
Total current liabilities	18,723,355	303,010
Total liabilities	18,723,355	303,010
Net assets	33,913,024	37,859,562
<i>Equity</i>		
Issued Capital	31,513,224	31,513,224
Reserves	-	45,913
Retained profit	9,022,130	6,300,425
Dividends declared	(6,543,866)	-
Total Equity	33,913,024	37,859,562

The above comparative financial performance information for the year ended 30 June 2022 includes the revenue and expenditure generated by the sale of developed residential properties.

Contingent liabilities

The parent entity held no contingent liabilities as at 30 June 2022 (30 June 2021: nil).

Capital commitments

The parent entity capital commitments as at 30 June 2022 are shown in Note 26.

Significant accounting policies

The accounting policies of the parent entity are consistent with those of the Group, as disclosed in Note 2 and throughout the report, except the following:

Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

NOTES TO FINANCIAL STATEMENTS

CONTINUED

NOTE 26. COMMITMENTS

At reporting date, the Group has not entered into contracts for capital expenditure (2020: \$273,394). The commitments are payable:

	2022 \$	2021 \$
(a) Capital commitments		
Within one year	-	273,394
One year or later and no later than five years	-	-
Later than five years	-	-
	-	273,394
(b) Non-capital commitments		
Within one year	-	-
One year or later and no later than five years	-	-
Later than five years	-	-
	-	-
Total commitment	-	273,394

NOTE 27. SUBSEQUENT EVENTS

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has been financially positive for the group up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

On the 1st of August 2022, Longevity Group Australia Ltd settled its final property for a value of \$1,840,000. No other matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the group's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

DIRECTORS' DECLARATION

THE DIRECTORS DECLARE THAT:

1. The financial statements and notes set out on pages 9 to 33 are in accordance with the *Corporations Act 2001* and:
 - i. comply with the Australian Accounting Standards, which, as stated in accounting policy Note 2 to the financial statements, constitutes compliance with the International Financial Reporting Standards (IFRS); and
 - ii. give a true and fair view of the consolidated entity's financial position as at 30 June 2022 and of their performance for the year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that Longevity Group Australia Ltd will be able to pay its debts as and when they become due and payable.

This declaration is made by Denis Michael the former chairperson of the consolidated entity that went into liquidation on the 20 June 2022



Dennis Michael
Former Chairman
28th October 2022

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INDEPENDENT AUDITOR'S REPORT
To the Members of Longevity Group Australia Ltd

Opinion

We have audited the financial report of Longevity Group Australia Ltd ("the Company") and its subsidiaries (together "the Group"), which comprises the consolidated statement of financial position as at 30 June 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the financial 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 the Group is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Group's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards 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 Group 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.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2022; but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

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Other Information (continued)

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Basis of Accounting

We draw attention to Note 2 (b) in the financial report, which states that the financial report of the Group has been prepared on a liquidation basis, since all the operations of the Group have been discontinued. The assets and liabilities of the Group have been measured at their estimated net realisable value and expected settlement amounts respectively. Our opinion is not modified in respect of this matter.

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 and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

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/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

**RSM AUSTRALIA PARTNERS****R J MORILLO MALDONADO**

Partner

28 October 2022
Melbourne, Victoria

CORPORATE DIRECTORY

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