

South Australian Marine Products Industries Pty Ltd
ABN 36 107 786 201
Special Purpose Financial Report
For the Year ended 30 June 2009

South Australian Marine Products Industries Pty Ltd
Special Purpose Financial Report

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South Australian Marine Products Industries Pty Ltd

Trading Statement For the Year ended 30 June 2009

	2009	2008
	\$	\$
Income		
Sales	1,157,269	728,433
Less Cost of Sales		
Opening Stock	363,000	354,200
Purchases	<u>90,362</u>	<u>61,172</u>
	453,362	415,372
Closing Stock	<u>401,700</u>	<u>363,000</u>
	<u>51,662</u>	<u>52,372</u>
	1,105,607	676,061
Less Direct Expenses		
Consumables	213,840	153,886
Depreciation	44,211	38,366
Freight & Cartage	234,098	158,255
Personal Protective Equipment	381	573
Salaries & Wages	199,662	161,091
Storage Costs	259	0
Superannuation	17,663	14,322
Waste Disposal	<u>611</u>	<u>0</u>
	<u>710,725</u>	<u>526,493</u>
Gross Profit	<u><u>394,882</u></u>	<u><u>149,568</u></u>

South Australian Marine Products Industries Pty Ltd

Detailed Statement of Financial Performance For the Year ended 30 June 2009

	2009	2008
	\$	\$
INCOME		
Interest Received	147	215
Profit on Sale of Non-current Assets	8,467	0
Profit from Trading Operations	<u>394,882</u>	<u>149,568</u>
	<u>403,496</u>	<u>149,783</u>
EXPENDITURE		
Accounting Fees	1,900	2,934
Advertising	638	91
Bank Charges	175	316
Cleaning	761	0
Depreciation	246	59
Directors' Bonuses	15,000	500
Directors' Travel Allowance	0	3,000
Donations	250	0
Electricity	30,583	27,475
Entertainment	332	0
Filing Fees	0	554
Formation Costs	0	403
Insurance	8,886	9,832
Interest Paid	70,554	59,404
Internet Access Fees	167	0
Motor Vehicle	15,322	10,954
Printing & Stationery	851	0
Rent & Outgoings	21,322	20,429
Repairs & Maintenance	18,422	7,027
Staff Amenities	1,003	358
Subscriptions	1,147	2,358
Telephone	1,299	938
Travel & Accommodation	<u>4,105</u>	<u>3,369</u>
	<u>192,963</u>	<u>150,001</u>
OPERATING PROFIT BEFORE INCOME TAX	<u>210,533</u>	<u>(218)</u>

The accompanying notes form part of these financial statements.

These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

South Australian Marine Products Industries Pty Ltd

Statement of Financial Performance For the Year ended 30 June 2009

	Note	2009 \$	2008 \$
Revenues from Ordinary Activities		1,165,883	728,648
Expenses from Ordinary Activities, excluding Borrowing Costs		884,796	669,462
Profit from Ordinary Activities before Income Tax		<u>281,087</u>	<u>59,186</u>
Income Tax relating to Ordinary Activities		<u>9,564</u>	<u>0</u>
Profit from Ordinary Activities after related Income Tax		271,523	59,186
Net Profit		<u><u>271,523</u></u>	<u><u>59,186</u></u>
Total Revenues, Expenses and Valuation Adjustments attributable to Members of the Company and recognised directly in Equity		<u><u>271,523</u></u>	<u><u>59,186</u></u>

*The accompanying notes form part of these financial statements.
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South Australian Marine Products Industries Pty Ltd

Statement of Financial Position As at 30 June 2009

	Note	2009 \$	2008 \$
CURRENT ASSETS			
Cash	2	13,878	51,394
Receivables	3	204,759	0
Inventories	4	<u>401,700</u>	<u>363,000</u>
TOTAL CURRENT ASSETS		<u>620,337</u>	<u>414,394</u>
NON-CURRENT ASSETS			
Property, Plant & Equipment	6	<u>272,401</u>	<u>296,892</u>
TOTAL NON-CURRENT ASSETS		<u>272,401</u>	<u>296,892</u>
TOTAL ASSETS		<u>892,738</u>	<u>711,286</u>
CURRENT LIABILITIES			
Payables	7	81,763	97,518
Current Tax Liabilities	9	<u>43,811</u>	<u>11,407</u>
TOTAL CURRENT LIABILITIES		<u>125,574</u>	<u>108,925</u>
NON-CURRENT LIABILITIES			
Interest Bearing Liabilities	8	<u>692,967</u>	<u>729,413</u>
TOTAL NON-CURRENT LIABILITIES		<u>692,967</u>	<u>729,413</u>
TOTAL LIABILITIES		<u>818,541</u>	<u>838,338</u>
NET ASSETS		<u>74,197</u>	<u>(127,052)</u>
EQUITY			
Issued Shares	10	100	100
Retained Profits	11	<u>74,097</u>	<u>(127,152)</u>
TOTAL EQUITY		<u>74,197</u>	<u>(127,052)</u>

The accompanying notes form part of these financial statements.

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South Australian Marine Products Industries Pty Ltd

Notes to the Financial Statements For the Year ended 30 June 2009

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared for use by directors and members of the company. The directors have determined that the company is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

AASB 1031 Materiality

AASB 110 Events after the Balance Sheet Date

No other Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report is prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

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

Property, plant and equipment are carried at cost, independent or directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company.

(c) **Inventories**

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

South Australian Marine Products Industries Pty Ltd

Notes to the Financial Statements For the Year ended 30 June 2009

	2009	2008
	\$	\$
2. CASH & CASH EQUIVALENTS		
Cash on Hand	100	100
Westpac Business Cheque Plus Account	<u>13,778</u>	<u>51,294</u>
	<u><u>13,878</u></u>	<u><u>51,394</u></u>
3. TRADE & OTHER RECEIVABLES		
Current		
Trade Debtors	<u>204,759</u>	<u>0</u>
	<u><u>204,759</u></u>	<u><u>0</u></u>
4. INVENTORIES		
Current		
Stock on Hand	<u>401,700</u>	<u>363,000</u>
	<u><u>401,700</u></u>	<u><u>363,000</u></u>
5. OTHER		
Non-Current		
Formation Costs	0	2,017
Less s40-880 Deduction	<u>0</u>	<u>2,017</u>
	<u><u>0</u></u>	<u><u>0</u></u>

South Australian Marine Products Industries Pty Ltd

Notes to the Financial Statements For the Year ended 30 June 2009

	2009	2008
	\$	\$
6. PROPERTY, PLANT & EQUIPMENT		
Plant & Equipment		
Plant & Equipment	389,920	391,538
Less Accumulated Depreciation	<u>143,294</u>	<u>111,442</u>
	<u>246,626</u>	<u>280,096</u>
Motor Vehicles	25,091	18,091
Less Accumulated Depreciation	<u>3,284</u>	<u>1,392</u>
	<u>21,807</u>	<u>16,699</u>
Office Furniture & Equipment	4,391	274
Less Accumulated Depreciation	<u>423</u>	<u>177</u>
	<u>3,968</u>	<u>97</u>
	<u>272,401</u>	<u>296,892</u>
7. TRADE & OTHER PAYABLES		
Current		
Trade Creditors	70,071	88,911
PAYG Withholding Payable	3,773	4,025
Superannuation Payable	<u>7,919</u>	<u>4,582</u>
	<u>81,763</u>	<u>97,518</u>
8. FINANCIAL LIABILITIES		
Non-Current		
Fishtrade International Pty Ltd	692,467	721,913
Peter George Laughton	<u>500</u>	<u>7,500</u>
	<u>692,967</u>	<u>729,413</u>
9. CURRENT TAX LIABILITIES		
Provision for Income Tax	9,564	0
Provision for GST	<u>34,247</u>	<u>11,407</u>
	<u>43,811</u>	<u>11,407</u>

South Australian Marine Products Industries Pty Ltd

Notes to the Financial Statements For the Year ended 30 June 2009

	2009	2008
	\$	\$
10. CONTRIBUTED EQUITY		
Issued Capital		
Ordinary Class Shares	<u>100</u>	<u>100</u>
	<u>100</u>	<u>100</u>
11. RETAINED EARNINGS		
Accumulated Losses at the Beginning of the Financial Year	(126,872)	(126,934)
Add		
Net Profit Attributable to Members of the Company	210,533	0
Less		
Net Loss Attributable to Members of the Company	0	218
Income Tax Expense	9,564	0
Retained Earnings at the End of the Financial Year	<u>74,097</u>	<u>(127,152)</u>

South Australian Marine Products Industries Pty Ltd

Depreciation Schedule For the Year Ended 30 June 2009

Asset	Cost Price	Cost Limit	Opening W.D.V 01/07/2008	Additions Disposals	Gain/Loss on Disposal	Capital Gains	---- Depreciation ---- Rate \$	Accum Deprec 30/06/2009	Closing W.D.V 30/06/2009
PLANT & EQUIPMENT									
Forklift	5,909		3,131				10.0% PC 591	3,369	2,540
Poly Tank	5,645		3,436				10.0% PC 565	2,774	2,871
ARI Tank	10,575		6,539				10.0% PC 1,058	5,094	5,481
Tanks & Installation Costs	13,736		8,581				10.0% PC 1,374	6,529	7,207
Factory Setup Expenses	9,091		5,707				10.0% PC 910	4,294	4,797
Second Hand Forklift	13,500		7,740				10.0% PC 1,350	7,110	6,390
Tank	8,250		5,326				10.0% PC 825	3,749	4,501
Tank	9,614		6,205				10.0% PC 962	4,371	5,243
Spiral Freezer	22,000		12,661	(22,000)	11,533		10.0% PC 2,194		0
2 x 22,000L Heritage Tank	9,159		5,935				10.0% PC 916	4,140	5,019
2 x 22,700L Heritage Red Tank	4,042		2,640				10.0% PC 405	1,807	2,235
30,000L Hreitage Tank (Red)	5,269		3,445				10.0% PC 527	2,351	2,918
Factory Equipment	1,598		978				10.0% PC 160	780	818
Milk/Heat Tank	8,909		5,848				10.0% PC 891	3,952	4,957
Electrical Supplies/Equipment	5,282		3,494				10.0% PC 529	2,317	2,965
Factory Supplies & Consumables	2,400		1,627				10.0% PC 240	1,013	1,387
Pug Mill Extruder	4,240		2,839				10.0% PC 424	1,825	2,415
Flamingo In-Line Emulsifier	4,202		2,899				10.0% PC 421	1,724	2,478
Electrical Works	13,985		9,446				10.0% PC 1,399	5,938	8,047
Cryovac Machine	3,500		2,530				10.0% PC 350	1,320	2,180
Factory Fittings & Steel	2,330		1,750				10.0% PC 233	813	1,517
Extruder, Chopper & Pump	9,000		6,796				10.0% PC 900	3,104	5,896
400 x Prawn Baskets & Lids	1,600		1,214				10.0% PC 160	546	1,054
800 x Prawn Crates	3,200		2,428				10.0% PC 320	1,092	2,108
1 x Sweko Triple Deck Vibrating Screening Plant	10,000		7,630				10.0% PC 1,000	3,370	6,630
1 x Tuna Breaker	2,000		1,528				10.0% PC 200	672	1,328
Screw Press & Sperator	35,000		26,830				10.0% PC 3,500	11,670	23,330
Installation of Electrical Equipment	2,009		1,550				10.0% PC 201	660	1,349
Factory Supplies	1,978		1,533				10.0% PC 198	643	1,335
2 x Supertaut Screens (Sieve)	1,000		780				10.0% PC 100	320	680
Steel	1,343		1,063				10.0% PC 135	415	928
Heat Tank	2,667		2,126				10.0% PC 267	808	1,859
Steel Offcuts	1,114		889				10.0% PC 112	337	777
Alfa Laval Oil Sperator	35,500		29,723				10.0% PC 3,550	9,327	26,173
Screen for vibrating sieve	1,852		1,582				10.0% PC 186	456	1,396
4 x 6000gal tanks	14,600		13,044				10.0% PC 1,460	3,016	11,584
Heating Boiler	4,100		3,678				10.0% PC 410	832	3,268
Factory Supplies & Fittings	2,938		2,642				10.0% PC 294	590	2,348
Screens	2,176		1,960				10.0% PC 218	434	1,742
Electrical Supplies	2,193		1,979				10.0% PC 220	434	1,759
Factory Supplies	1,041		941				10.0% PC 105	205	836
Factory Supplies	1,784		1,617				10.0% PC 179	346	1,438
Factory Supplies	1,164		1,066				10.0% PC 117	215	949
IBC Mixer	2,850		2,758				10.0% PC 285	377	2,473
Poly Tank	3,636		3,579				10.0% PC 364	421	3,215
Poly Tank	3,636		3,579				10.0% PC 364	421	3,215
Poly Tank	3,636		3,579				10.0% PC 364	421	3,215
Poly Tank	3,636		3,579				10.0% PC 364	421	3,215
Heat Tank	7,600		7,525				10.0% PC 760	835	6,765
PVC Piping	1,497		1,488				10.0% PC 150	159	1,338
20k Tank	3,636		3,616				10.0% PC 364	384	3,252
20k Tank	3,636		3,616				10.0% PC 364	384	3,252
20k Tank	3,636		3,616				10.0% PC 364	384	3,252
20k Tank	3,636		3,616				10.0% PC 364	384	3,252
Heat Tank	3,691		3,672				10.0% PC 370	389	3,302
Factory Supplies	7,398		7,396				10.0% PC 740	742	6,656
Factory Supplies, Valves, hose, Goggles				1,919			10.0% PC 192	192	1,727
Camlock, Poly, Oil, Elbows				2,386			10.0% PC 239	239	2,147
6 x Galvanised Unility Bins				2,880			10.0% PC 288	288	2,592
Pump & Meters				5,800			10.0% PC 575	575	5,225
Pump & Meters				1,050			10.0% PC 104	104	946
Factory Supplies				1,041			10.0% PC 44	44	997
Factory Supplies				1,946			10.0% PC 48	48	1,898
Sub-total	353,619		266,975	(4,978)	11,533		36,863	111,974	236,667
PLANT & EQUIPMENT - LOW VALUE POOL									
Premier 510 Hoover Auto Washing Machine	109		21				37.5% DV 8	96	13
Tank	841		194				37.5% DV 73	720	121
Factory Machinery	1,842		444				37.5% DV 167	1,565	277
Mesh, Cement	112		24				37.5% DV 9	97	15
QVC Piping	137		30				37.5% DV 11	118	19
Delivery of s/mix	110		25				37.5% DV 9	94	16
1800 gal. Tank	1,000		233				37.5% DV 87	854	146
Air Compressor	1,000		233				37.5% DV 87	854	146
Grunfos Pump	473		110				37.5% DV 41	404	69
Deliver Sand	294		67				37.5% DV 25	252	42
Factory Fittings	548		128				37.5% DV 48	468	80
50mm General Industry Ball Valve	124		29				37.5% DV 11	106	18
25mm Stainless Steel Foot Valve	140		32				37.5% DV 12	120	20
Hose Fittings & Valves	217		51				37.5% DV 19	185	32
Electrical Equipment	921		212				37.5% DV 80	789	132
PVC Pipe & Fittings	317		74				37.5% DV 28	271	46

These notes should be read in conjunction with the attached Compilation Report.

South Australian Marine Products Industries Pty Ltd

Depreciation Schedule For the Year Ended 30 June 2009

Asset	Cost Price	Cost Limit	Opening W.D.V 01/07/2008	Additions Disposals	Gain/Loss on Disposal	Capital Gains	---- Depreciation ---- Rate \$	Accum Deprec 30/06/2009	Closing W.D.V 30/06/2009	
Camlock, Bushes, Pump	573		136				37.5% DV	51	488	85
Copper Tube, Socket Connector, Elbow, Valve	103		24				37.5% DV	9	88	15
Poly Pipe	722		169				37.5% DV	63	616	106
Steel	98		23				37.5% DV	9	84	14
4 x Shuttles (100L)	600		142				37.5% DV	53	511	89
Factory Supplies & Steel	3,193		768				37.5% DV	288	2,713	480
Hex Wrench, Copper Hammer, Drift Punch	112		26				37.5% DV	10	96	16
Ball Race, Stud Lock, Circlip, Bearing	103		24				37.5% DV	9	88	15
13 Ltr Rubble	175		42				37.5% DV	16	149	26
Factory Equipment	423		102				37.5% DV	38	359	64
Rotor	455		110				37.5% DV	41	386	69
Factory Fittings	551		133				37.5% DV	50	468	83
Set of Coarse Mesh Screens for Pug Mill	180		44				37.5% DV	17	153	27
Factory Fittings	822		201				37.5% DV	75	696	126
Assets Under \$100	1,285						37.5% DV	0	1,285	0
Tank Installation	560		128				37.5% DV	48	480	80
Cutting Disk	68		21				37.5% DV	8	55	13
HRC Fuses	646		206				37.5% DV	77	517	129
Factory Supplies & Fittings	3,641		1,160				37.5% DV	435	2,916	725
PVC Pipe	11		4				37.5% DV	2	9	2
Supplies	527		177				37.5% DV	66	416	111
Factory Fittings & Steel, Calipers	1,619		544				37.5% DV	204	1,279	340
Prawn Baskets	800		279				37.5% DV	105	626	174
Factory Fittings	54		19				37.5% DV	7	42	12
3 x Heaters	91		32				37.5% DV	12	71	20
Extension Leads, Electronic Knife & Oil Pump	73		26				37.5% DV	10	57	16
Factory Fittings & Equipment	460		166				37.5% DV	62	356	104
Prawn Crates	200		72				37.5% DV	27	155	45
Fittings	191		69				37.5% DV	26	148	43
Makita Angle Grinder & Tools	32		12				37.5% DV	5	25	7
Steel Plate	251		92				37.5% DV	35	194	57
Factory Equipment	1,485		543				37.5% DV	204	1,146	339
Landfill Delivery	346		129				37.5% DV	48	265	81
Wheel Barrow	172		64				37.5% DV	24	132	40
Shovel	18		7				37.5% DV	3	14	4
Factory Supplies	483		182				37.5% DV	68	369	114
Hydromart 50mm Loop & Braid Hose	407		156				37.5% DV	59	310	97
Factory Supplies	204		78				37.5% DV	29	155	49
Pump	241		92				37.5% DV	35	184	57
Steel	188		73				37.5% DV	27	142	46
Factory Fittings	378		147				37.5% DV	55	286	92
Grundfos Pump + Submersible Pump	798		405				37.5% DV	152	545	253
Ladder	114		57				37.5% DV	21	78	36
Flood Light + Sander	81		41				37.5% DV	15	55	26
Factory Equipment	337		171				37.5% DV	64	230	107
Stainless Steel Conveyor Belt	364		184				37.5% DV	69	249	115
SH 60 Stator	123		62				37.5% DV	23	84	39
Able Air Compressor + Power tools	900		457				37.5% DV	171	614	286
Bearing + Sleeve	177		90				37.5% DV	34	121	56
Factory Equipment	535		271				37.5% DV	102	366	169
SH 60 Stator Pump Fitting	285		231				37.5% DV	87	141	144
Bearing	131		106				37.5% DV	40	65	66
LPG Converter	198		161				37.5% DV	60	97	101
Tarps	100		81				37.5% DV	30	49	51
Bearing	205		166				37.5% DV	62	101	104
Flap Disks	164		133				37.5% DV	50	81	83
Hose Kit	115		93				37.5% DV	35	57	58
Bearing	648		526				37.5% DV	197	319	329
Silicon Sleeve	560		455				37.5% DV	171	276	284
Bearing	349		283				37.5% DV	106	172	177
Rubber Seals	430		349				37.5% DV	131	212	218
Pressure Pipe	218		177				37.5% DV	66	107	111
PVC Piping Fittings	229		186				37.5% DV	70	113	116
Armaflex	132		107				37.5% DV	40	65	67
Water Conditioner				538			18.7% DV	101	101	437
Pump				523			37.5% PC	116	116	407
Tank Lids				368			18.7% DV	69	69	299
Pump				605			0.0% DV	0	0	605
Electrical Pin Socket				825			18.7% DV	155	155	670
Washing Machine				182			18.7% DV	34	34	148
Pipe Benders				318			18.7% DV	60	60	258
Sub-total	37,919		13,121	3,359				5,456	30,254	11,024
Total Plant & Equipment	391,538		280,096	(1,619)	11,533			42,319	142,228	247,691

These notes should be read in conjunction with the attached Compilation Report.

South Australian Marine Products Industries Pty Ltd

Depreciation Schedule For the Year Ended 30 June 2009

Asset	Cost Price	Cost Limit	Opening W.D.V 01/07/2008	Additions Disposals	Gain/Loss on Disposal	Capital Gains	---- Depreciation ---- Rate \$	Accum Deprec 30/06/2009	Closing W.D.V 30/06/2009
MOTOR VEHICLES									
Trailer	2,091		1,468				10.0% PC 210	833	1,258
Nissan Forklift Truck	16,000		15,231				10.0% PC 1,600	2,369	13,631
Mercedes Truck				7,000			10.0% PC 82	82	6,918
Total Motor Vehicles	18,091		16,699	7,000			1,892	3,284	21,807

South Australian Marine Products Industries Pty Ltd

Depreciation Schedule For the Year Ended 30 June 2009

Asset	Cost Price	Cost Limit	Opening W.D.V 01/07/2008	Additions Disposals	Gain/Loss on Disposal	Capital Gains	---- Depreciation ---- Rate \$	Accum Deprec 30/06/2009	Closing W.D.V 30/06/2009	
OFFICE FURNITURE & EQUIPMENT										
Fax Machine	120		19				37.5% DV	7	108	12
Nokia 2125 Mobile phone with leather case	154		78				37.5% DV	29	105	49
Mobile Phone				481			37.5% PC	167	167	314
Computer System				3,636			10.0% PC	43	43	3,593
Total Office Furniture & Equipment	274		97	4,117				246	423	3,968

South Australian Marine Products Industries Pty Ltd

Compilation Report

Scope

On the basis of information provided by the directors, we have compiled in accordance with APS 9 "Statement on Compilation of Financial Reports" the special purpose financial report of the company for the period ended 30th June 2009 as set out in the financial statements.

The specific purpose for which the special purpose financial report has been prepared is set out in Note 1. The extent to which Accounting Standards and other mandatory professional reporting requirements have not or have been adopted in the preparation of the special purpose financial report is set out in Note 1.

The directors are solely responsible for the information contained in the special purpose financial report. They have determined that the accounting policies used are consistent with the financial reporting requirements of the company's constitution and are appropriate to meet the needs of the members and directors of the company.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the company, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the members and directors of South Australian Marine Products Industries Pty Ltd. We do not accept responsibility to any other person for the contents of the special purpose financial report.

Rapattoni

Certified Practising Accountants
Burswood, Western Australia

Jospeh M Rapattoni
20th July 2009