



KARAGI COURT
LIMITED

ANNUAL REPORT 2021

Board of Directors

Geoff Bown
President

Jim Noble
Vice President

Steve Sullivan
Honorary Secretary

Chris Matthews
Treasurer

Graeme Ingall
Steve Hart

David Leggett

Simon Pierce

David Levesque



FREEMASONS
ON THE CENTRAL COAST



Karagi Court Limited (ABN 92 002 044 500)
trading as Freemasons on the Central Coast
PO Box 6232, West Gosford NSW 2250



2021 DONATIONS:

IN 2021, FREEMASONS ON THE CENTRAL COAST DONATED TO –

TAHLIA BLANSHARD

CENTRAL COAST HEALTH DISTRICT

CENTRAL COAST BULLDOGS

MANNERING PARK MEN'S SHED

THE GLEN DRUG & ALCOHOL REHABILITATION CENTRE BUS

CENTRAL COAST KIDS IN NEED RACE DAY

CENTRAL COAST SURF LIFE SAVING

MARY MACS

CENTRAL COAST VOLUNTEERS RESCUE ASSOCIATION

TOTAL **\$79,767.00**



Nipper's Carnival - 2021

2020 DONATIONS:

IN 2020, FREEMASONS ON THE CENTRAL COAST DONATED TO -

THE SMITH FAMILY

TUMBI UMBI SCOUTS

TERRIGAL SURF LIFE SAVING CLUB

1ST AVOCA BEACH SCOUTS

ANGLICAN CARE

CITY OF GOSFORD PIPE BAND

CENTRAL COAST SURF LIFE SAVING

WALLARAH COMMUNITY BAND – LODGE WYONG TUGGERAH LAKES

KILLCARE SLS CLUB – LODGE MORNING STAR

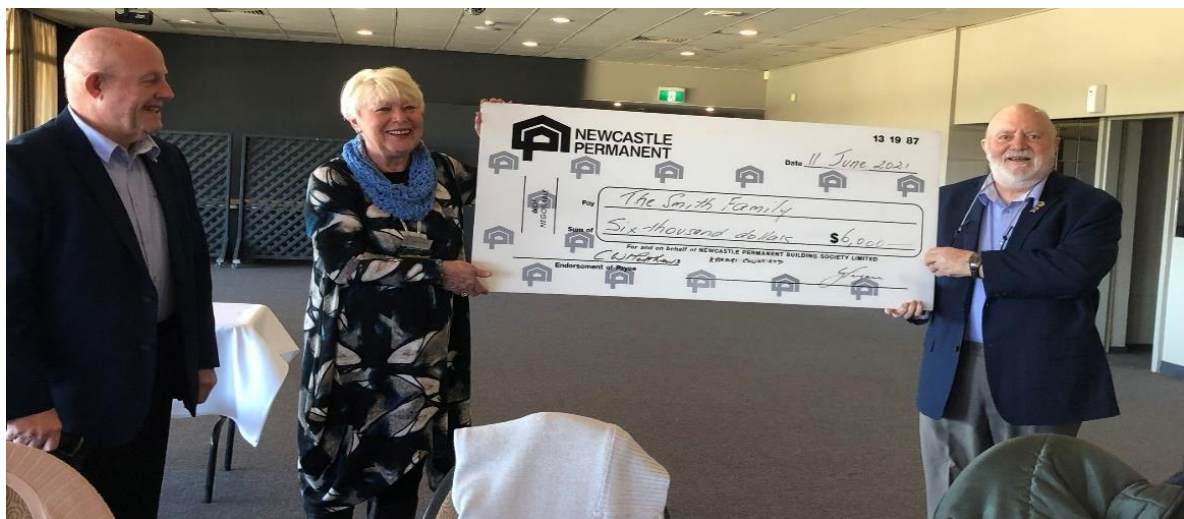
THE GLEN – LODGE WYONG TUGGERAH LAKES

CAMP BREAKAWAY – DISTRICT 21

ROTARY CLUB OF NORTH GOSFORD – SOKS – DISTRICT 21

CENTRAL COAST KIDS IN NEED – DISTRICT 21

TOTAL **\$ 91,816.00**



Presentation to The Smith Family at Toukley View Club.

LIST OF CONTENTS:

2021 DONATIONS:	2
2020 DONATIONS:.....	3
NOTICE OF ANNUAL GENERAL MEETING:	5
1. AGENDA:.....	6
2. MINUTES OF THE ANNUAL GENERAL MEETING:.....	9
3. PRESIDENT’S REPORT – MR GEOFF BOWN.	11
4. AUDITOR’S REVIEW BY FORTUNITY ASSURANCE.	13
Directors' Report	15
Auditor’s Independence Declaration	17
Statement of Profit or Loss and Other Comprehensive Income	18
Statement of Financial Position	19
Statement of Changes in Members Funds	20
Statement Of Cash Flows	21
Notes to the Financial Statements	22
Directors' Declaration	28
Independent Auditor’s Report To The Members Of Karagi Court Limited	29
Additional Financial Information Profit And Loss Statement.....	32
5. CONFIRMATION OF CAPITAL INVESTMENT.	33
6. TREASURER’S REPORT – MR CHRIS MATTHEWS	35
7. CHARITY REPORT – MR STEVE HART.	36
8. DIRECTOR’S ATTENDANCE AT BOARD MEETINGS	37
9. LIFE MEMBERS.....	37
10. LIST OF MEMBERS.....	38

NOTICE OF ANNUAL GENERAL MEETING:

Karagi Court Ltd
A Company Limited by Guarantee

Notice is hereby given that the

Annual General Meeting

of
Karagi Court Limited
(ABN 92 002 044 500)

will be held at the

Ourimbah RSL Club

Pacific Highway, Ourimbah

on

Thursday 05th May 2022 commencing at 7:00 pm

Please Note:

If you have any questions of a financial nature arising from the Annual Report or of the Board, please forward your question/s in writing by **5:00 pm on Friday 22nd April 2022.**

For and on behalf of the Board

Stephen Sullivan,
Honorary Secretary
25 March 2022.

1. AGENDA:

Declared open at ____pm.

1. **Welcome to guests, life members and members by the President – Mr Geoff Bown.**

2. **Proxies.**

Secretary to declare all proxies received under Rule 13.

Resolution: *'That all proxies received be accepted.'*

Moved: Steve Sullivan **2nd:**

Carried: Yes / No

3. **Quorum being satisfied, the President declares the AGM open.**

(Constitution 8.2.1 – eight (8) financial members present)

4. **Apologies.**

Resolution: *'That all apologies received be accepted.'*

Moved: Steve Sullivan **2nd:**

Carried: Yes / No

5. **Minutes of the 2021 Annual General Meeting held on 29th April 2021. (p. 9)**

Resolution: *'That the Minutes of the 2021 Annual General Meeting held on 29th April 2021 as contained in the 2020 Annual Report be received and accepted.'*

Moved: Graeme Ingall **2nd:**

Carried: Yes / No

6. **Any Matters arising from those Minutes.**

7. **The President's Report – Mr Geoff Bown. (p. 11)**

Resolution: *'That the President's Report be accepted.'*

Moved: Geoff Bown **2nd:**

Carried: Yes / No

8. **Review Report from Fortunity Assurance. (p. 13)**

Resolution: *'That the Review Report and notes, if any, from Fortunity Assurance be received and adopted.'*

Moved: Chris Matthews **2nd:**

Carried: Yes / No



9. Confirmation of the Capital Investment. (p. 33)

Resolution: *That the report by Mr Adrian Thompson be adopted.'*

Moved: Chris Matthews 2nd:

Carried: Yes / No

10. Treasurer's Report – Mr Chris Matthews. (p. 35)

Resolution: *That the Treasurer's Report be received and adopted.'*

Moved: Chris Matthews 2nd:

Carried: Yes / No

11. Charity Report – Mr Steve Hart. (p. 36)

Resolution: *That the Charity Chairman's Report be received and adopted.'*

Moved: Graeme Ingall 2nd:

Carried: Yes / No

12. Appointment of Auditor.

Resolution: *That Mr Adrian Thompson from Fortunity Assurance be retained as the auditor for the financial year 2022 - 2023.'*

Moved: Chris Matthews 2nd:

Carried: Yes / No

13. Appointment of Solicitor.

Resolution: *That Mr Warren Richardson from Richardson Legal be retained as our solicitor until the next Annual General Meeting in 2023.'*

Moved: Chris Matthews 2nd:

Carried: Yes / No

14. Joining Fee and Annual Subscription for 2023 – Constitution Rule 6.8.3.

Resolution: *That the Joining Fee and Annual Subscription Fee remain at five dollars (\$5.00) each until the next Annual General Meeting 2023.'*

Moved: Chris Matthews 2nd:

Carried: Yes / No

15. Nomination for Life Membership.

Resolution: *‘That Mr Christopher Matthews be approved as a Life member of Karagi Court Limited.’*

Moved:	Graeme Ingall	2nd:	James Noble
Carried:	Yes / No		

16. Any questions of the Board.

17. Election of Directors.

In accordance with the Constitution, all positions will be declared vacant.
The Board has appointed Mr Denis Dean, if available, as Returning Officer.

18. Annual General Meeting declared closed at ____ p.m.

At the conclusion of the Annual General Meeting,

Special guest speaker is Mr Scott Wilkins, Deputy Captain, Central Coast Volunteer Rescue Squad.

Central Coast Volunteer Rescue Squad is a part of the NSW Volunteer Rescue Association
(NSW VRA).

Please joins us in listening to the great service that the Central Coast Volunteer Rescue Squad
provides to the community of the Central Coast.

Light refreshments will be served at the conclusion of the AGM.

Stephen Sullivan
Honorary Secretary of Karagi Court Ltd
25 March 2022.

2. MINUTES OF THE ANNUAL GENERAL MEETING:

The 2021 Annual General Meeting was advertised to be held on Thursday 29th April 2021 at the Ourimbah RSL Club, Ourimbah, NSW.

Persons replied:

Ron Arnott; Geoff Bown; Jeff Carey; Richard Collins; John Cooper; Derek Crawford; Denis Dean, John Edgington; Steve Hart; Noel Higgs; Max Hiron; Graeme Ingall; Brendon Johnson; Andrew Kfoury; Fred Koch; David Leabeater; David Leggett; David Levesque; Rex McCormick; Chris Matthews; Ian Mumford; James Noble; Simon Pierce; Stephen Sullivan; Ian Todd; David Walker; Roger Whitehead; David Williams; Gary Young. (29 responded / 44 members)

1. Quorum was satisfied.

2. Minutes of the 2021 Annual General Meeting held on 29th April 2021.

Resolution: *'That the Minutes of the 2021 Annual General Meeting held on 23rd April 2019 as contained in the Annual Report be received and accepted.'*

Moved: Graeme Ingall **2nd:** Chris Matthews **Carried.** (16 / 13A)

3. Any Matters arising from those Minutes. Nil matters raised.

4. The President's Report – Mr Geoff Bown.

Resolution: *'That the President's Report be accepted.'*

Moved: James Noble **2nd:** David Levesque **Carried.** (25 / 4A)

5. Review Report from Fortunity Assurance.

Resolution: *'That the Review Report and notes, if any, from Fortunity Assurance be received and adopted.'*

Moved: Chris Matthews **2nd:** David Levesque **Carried.** (25 / 4A)

6. Confirmation of the Capital Investment.

Resolution: *'That the report by Mr Adrian Thompson be adopted.'*

Moved: Chris Matthews **2nd:** Graeme Ingall **Carried.** (25 / 4A)

7. Treasurer's Report – Mr Chris Matthews.

Resolution: *'That the Treasurer's Report be received and adopted.'*

Moved: Chris Matthews **2nd:** David Levesque **Carried.** (24 / 5A)

8. Charity Report – Mr Steve Hart.

Resolution: *'That the Charity Chairman's Report be received and adopted.'*

Moved: Steve Hart **2nd:** Chris Matthews **Carried.** (23 / 6A)

9. Appointment of Auditor.

Resolution: *‘That Mr Adrian Thompson from Fortunity Assurance be retained as the auditor for the financial year 2021 - 2022.’*

Moved: Chris Matthews **2nd:** Simon Pierce **Carried.** (25 / 4A)

10. Appointment of Solicitor.

Resolution: *‘That Mr Warren Richardson from Richardson Legal be retained as our solicitor until the 2022 Annual General Meeting.’*

Moved: Chris Matthews **2nd:** Craig Nash **Carried.** (26 / 3A)

11. Joining Fee and Annual Subscription for 2022 – Constitution Rule 6.8.3.

Resolution: *‘That the Joining Fee and Annual Subscription Fee remain at five dollars (\$5.00) each until the next Annual General Meeting 2022.’*

Moved: Chris Matthews **2nd:** David Levesque **Carried.** (25 / 4A)

12. Any questions of the Board.

There were no questions of the Board.

13. Election of Directors.

In accordance with the Constitution, all positions vacated and the following Directors were elected for the year 2021 –

President:	Geoff Bown
Vice President:	James Noble
Secretary:	Stephen Sullivan
Treasurer:	Chris Matthews
Directors:	Steve Hart; Graeme Ingall; David Leggett; David Levesque; Simon Pierce.

14. The votes were counted by Graeme Ingall, secretary at that time and substantiated by Stephen Sullivan, incoming secretary.

Signed as a true and correct record.

Mr Geoff Bown,
President
5 May 2022.

3. PRESIDENT'S REPORT – MR GEOFF BOWN.

It is with pleasure that I present the 2021 Annual Report showing Karagi Court Limited T/A Freemasons on the Central Coast (FCC) performance for the year.

Like 2020, 2021 activities of FCC was again impacted by the impact of the COVID 19 pandemic. We managed to assist with a number of charitable activities including the support of the Central Coast Kids in Need, the Smith Family (in conjunction with District 21 Freemasons), the Central Coast Rescue Squad based at Wyong and Central Coast Surf Life Saving. Incidentally, FCC renewed its assistance program for Central Coast Surf Lifesaving for the 2021/2022 season which has provided excellent publicity for Freemasonry with the logo being prominently displayed on lifesavers pink 'rashies'. This contract is up for renewal in 2022.

Our success during the year cannot be achieved without assistance from the Directors of FCC. In particular, I would like to thank Steve Sullivan who has taken over the role of secretary. While Steve has done a remarkable job with limited assistance, and owing to increased work related commitments, he has indicated that he will not be seeking re-election to the position. It is unfortunate that we now see three secretaries in three years. The role of secretary is crucial to the effective and efficient operation of the Board of FCC and I hope that our incoming secretary will be afforded the assistance required to ensure a smooth transition into this role. Given the Secretary has considerable responsibilities, I would be proposing that an additional position be appointed to ease the burden of the Secretary.

Once again Chris Matthews has effectively managed the finances of FCC and has ensured our financial record keeping is compliant. I would also like to thank Steve Hart and the Charity Committee for their management of applications for assistance from local charities. Regrettably Steve has tendered his resignation owing to personal circumstances and I wish him well.

Our web pages and information technical support has again been managed by Shanae Williams of BeeCee Services. Simon Pierce has been of great assistance with his creative writing and publishing skills in the development and promotion of media releases as well as the management of our facebook and websites.

Late in 2021, a discussion paper was sent to Directors and Members of FCC to review the effectiveness of the organisations activities and how we can highlight our activities and better align this as a means of promoting Freemasonry. Annexure '1'. While there was some constructive feedback, it was disappointing that several Directors failed to respond to the discussion paper. In addition, there was some limited and positive feedback from several members. The responses to the discussion paper highlight the need to reflect the image of the organisation. Without detailing all of the responses it is proposed to deal with the issues at Board level on a progressive basis. Nonetheless I believe that one important issue that has now been addressed is the organisations brand and its exposure in our community. I believe our current branding is now better aligned to Freemasons on the Central Coast consistent with our Website and Facebook site.

A charity race day at the Wyong Race Club had been proposed for the 23 January 2022. However due restrictions imposed as a result of the COVID pandemic, it was agreed to move the event to Saturday 9 July 2022. This event was an initiative of the Central Coast Bulldogs (who are assisted and supported by FCC) and in aid of the Central Coast Kids in Need. Both FCC and the Gosford

Masonic Centre have sponsored races at this event. The event is a great platform to promote Freemasonry as well as the work of Freemasons on the Central Coast.

FCC is also pleased to support a fundraising event being hosted by Lodge Morning Star in aid of the Country Women's Association which was to be held in November 2021. Owing to restrictions imposed as a result of COVID 19, the event has been postponed until mid-2022.

On behalf of Karagi, I take this opportunity to thank the Board and employees of the Ourimbah RSL Club for allowing FCC to use their facilities for Board and other meetings.

As you know Fortunity Chartered Accountants and Financial Planners have provided guidance, advice and assistance throughout the year and to that end, I thank Shaun O'Farrell and his team for their assistance.

As I approach the last year of my tenure as President of FCC, I hope to implement some of the ideas that were provided in feedback to the discussion paper. While we have a great deal of appreciation for the founding board, our success will only be judged on our ability to move with the times. I believe there are other opportunities to target various community and sporting groups which may be better aligned to the ideals of Freemasonry. I see this as an important step in FCC's future allowing for an injection of new blood with new ideas and enthusiasm.

Geoff Bown
President
25 March 2022



Presentation to Mary Macs, Woy Woy.

4. AUDITOR'S REVIEW BY FORTUNITY ASSURANCE.

Karagi Court Ltd
ABN 92 002 044 500

Financial Report
For The Financial Year Ended
31 December 2021



*Freemason Young Athlete of the Year
Natalia Drobot*



**Financial Report
For The Financial Year Ended 31 December 2021**

Page Number

<i>Directors' report</i>	15
<i>Auditor's Independence Declaration</i>	17
<i>Statement of Profit or Loss & Other Comprehensive Income</i>	18
<i>Statement of Financial Position</i>	19
<i>Statement of Changes in Members Funds</i>	20
<i>Statement of Cash Flows</i>	21
<i>Notes to the financial statements</i>	22
<i>Directors' Declaration</i>	28
<i>Independent Auditor's Report</i>	29
<i>Additional financial information</i>	32

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 31 December 2021 in order to comply with the provisions of the *Australian Charities and Not-for-profits Commission Act 2012*, the directors report as follows:-

Directors

The names of each person who has been a director during the year and to the date of this report are:

Geoffrey Burnett Bown
Graeme Kenneth Ingall
Christopher William Matthews
James Arthur Noble
David Leggett
Simon Pierce
David Levesque
Stuart Austin Butler (resigned 28 February 2022)
Steven Douglas Hart (resigned 28 February 2022)

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

Principal Activities

The principal activity of the company during the financial year was to support charitable organisations on the Central Coast.

Short-term and Long-term Objectives

The company's short-term objectives are to:

- provide relief to necessitous persons within the Central Coast community
- provide relief to aged persons within the Central Coast community
- provide relief of sickness or disabilities of person within the Central Coast Community
- assist in the advancement of education within the Central Coast community; and
- any other purpose to the Central Coast community

The company's long-term objectives are to:

- maintain its capital base and to use the earnings from the invested capital to support the charitable organisations on the Central Coast.

DIRECTORS' REPORT

Strategies

To achieve its stated objectives, the company has adopted the following strategies:

- invested all monies received from the sale of Karagi Court Retirement Village in the Capital Account
- a minimum of twenty percent (20%) of the income received from the investment of the Capital Account to be reinvested in the Capital Account
- that the remainder of the income earned be distributed in accordance with the resolution of the directors. The Directors endeavour to distribute 70% of the income earned.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 31 December 2021 has been received and can be found on page 17 of the financial report.

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



C.W Matthews
Director

Date 23 March 2022



G.K Ingall
Director



Tahlia Blanshard
*Competing in trials to
attend the 2020 Tokyo
Paralympic Games*

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF KARAGI COURT LTD

As lead auditor for the audit of Karagi Court Ltd for the year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

FORTUNITY ASSURANCE



Adrian Thompson
Partner

155 The Entrance Road
Erina NSW 2250

Dated: 23 March 2022



Combining with the Central Coast Bulldogs, presentation to the Shoebox Revolution.

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 \$	2020 \$
Revenue	2	345	457
Other income	2	246,438	15,541
Audit, legal and consultancy expense		(4,230)	(3,800)
Administration expense		(7,955)	(10,371)
Other expenses		(17,793)	(20,478)
Profit before income tax		<u>216,805</u>	<u>(18,651)</u>
Income tax expense		-	-
Profit for the year		<u>216,805</u>	<u>(18,651)</u>
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u>216,805</u>	<u>(18,651)</u>

The accompanying notes form part of these financial statements.

STATEMENT OF FINANCIAL POSITION
As At 31 DECEMBER 2021

	Note	2021 \$	2020 \$
Current Assets			
Cash and cash equivalents	4	808,748	782,066
Trade and other receivables	5	6,921	6,324
Financial assets	6	3,332,814	3,222,956
Total Current Assets		<u>4,148,483</u>	<u>4,011,346</u>
Total Assets		<u>4,148,483</u>	<u>4,011,346</u>
Current Liabilities			
Accrued expenses	7	3,900	3,800
Total Current Liabilities		<u>3,900</u>	<u>3,800</u>
Total Liabilities		<u>3,900</u>	<u>3,800</u>
Net Assets		<u>4,144,583</u>	<u>4,007,546</u>
Members' Funds			
Retained earnings		48,142	(26,542)
Capital reserve		4,096,441	4,034,088
Total Members Funds		<u>4,144,583</u>	<u>4,007,546</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF CHANGES IN MEMBERS FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Capital Reserve	Retained Earnings	Total
Balance at 1 January 2020	3,970,353	147,660	4,118,013
Total comprehensive income for the year	-	(18,651)	(18,651)
Donations to charities	-	(91,816)	(91,816)
Transfers from/to reserves	63,735	(63,735)	-
Balance at 31 December 2020	4,034,088	(26,542)	4,007,546
Total comprehensive income for the year	-	216,804	216,804
Donations to charities	-	(79,767)	(79,767)
Transfers from/to reserves	62,353	(62,353)	-
Balance at 31 December 2021	4,096,441	48,142	4,144,583

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	2021 \$	2020 \$
Cash flows from Operating Activities			
Interest/ Distributions received		191,880	55,442
Subscriptions and other receipts		345	457
Administration and investment expenses		(16,791)	(21,042)
		<hr/>	<hr/>
Net cash provided by (used in) operating activities	8(b)	175,434	34,857
		<hr/>	<hr/>
Cash flows from Investing Activities			
Donations to charities		(79,767)	(91,816)
Investments Disposed		631,874	469,641
Investments Made		(700,859)	(465,885)
		<hr/>	<hr/>
Net cash (used in) investing activities		(148,752)	(88,060)
		<hr/>	<hr/>
Net increase/(decrease) in cash held		26,682	(53,203)
Cash at beginning of the financial year		782,066	835,269
		<hr/>	<hr/>
Cash at the end of the financial year	8(a)	808,748	782,066
		<hr/>	<hr/>

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

Note 1. Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are for Karagi Court Limited as an individual entity, incorporated and domiciled in Australia. Karagi Court Limited is a company limited by guarantee.

Basis of Preparation

The financial report is a special purpose financial report in order to satisfy the financial reporting requirements of the *Corporations Act 2001* and the *Australian Charities and Not-for-profits Commission Act 2012* and associated regulations. In the Board's opinion, the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements.

The financial statements, except for the cash flow information 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 amounts presented in the financial statements have been rounded to the nearest dollar.

These are special purpose financial statements that have been prepared for the purpose of complying with the *Australian Charities and Not-for-profits Commissions Act 2012* and associated regulations. The Board have determined that the accounting policies adopted are appropriate to meet the needs of the members of the Karagi Court Limited.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the AASB and the disclosure requirements of AASB 101 'Presentation of Financial Statements'; AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors'; AASB 1048 'Interpretations of Standards' as appropriate for not-for-profit oriented entities.

The financial statements were authorised for issue on 23 March 2022 by the directors of the company.

Income Tax

The Company is exempt from income tax under Division 50 of the Income Tax Assessment Act.

Revenue

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, have been satisfied. Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

Note 1. Summary of Significant Accounting Policies (cont'd)

Basis of Preparation (cont'd)

Revenue (cont'd)

Sale of goods

Revenue is recognised on transfer of goods to the purchaser as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk change in value.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss. A formal assessment of recoverable amount is made when the impairment indicators are present (refer to note 1(e) for details of impairment).

Plant and equipment that have been contributed at no cost are recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant & Equipment	25 – 50%

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

Note 1. Summary of Significant Accounting Policies (cont'd)

Basis of Preparation (cont'd)

Depreciation (cont'd)

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise.

Financial Instruments

Recognition

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 company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted). Financial instruments are initially measured at cost which includes transaction costs when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial assets

Financial assets that are within the scope of the accounting standards are required to be subsequently measured at amortised or fair value on the basis of the business model for managing financial assets and the contractual cash flow characteristics of the financial assets. The Company holds no fair value financial asset at balance date.

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment of Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value in use, to the assets carrying amount. An excess of the assets carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

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

Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Note 1. Summary of Significant Accounting Policies (cont'd)

Basis of Preparation (cont'd)

Critical Accounting Estimates and Judgments (Cont'd)

externally and within the company.

Goods and Services Tax (GST)

The Company is not currently registered for GST.

Comparative Figures

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

	2021 \$	2020 \$
Note 2. Revenue and Other Income		
Revenue		
Subscriptions & joining fees	295	285
Plaque sales	-	-
Mask sales	50	113
Other income	-	59
	<hr/> 345	<hr/> 457
Other Income		
Interest received	4,370	11,269
Distributions received	171,954	89,332
Movement in market value / loss on sale	70,114	(85,060)
	<hr/> 246,438	<hr/> 15,541
Total revenue and other income	<hr/> 246,783	<hr/> 15,999



**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 \$	2020 \$
Note 3. Profit before income tax		
(a) Expenses:		
Audit, legal and Consultancy Expenses	4,230	3,800
	<hr/>	<hr/>
Insurance expense (property, vehicle & property)	2,450	2,335
	<hr/>	<hr/>
Note 4. Cash and Cash Equivalents		
Cash at bank	76,546	51,677
Term deposits	732,202	730,389
	<hr/>	<hr/>
	808,748	782,066
	<hr/>	<hr/>
Note 5. Other Receivables		
Accrued interest on term deposits	1,528	1,701
Accrued Distributions – Imputation Credits	5,393	4,623
	<hr/>	<hr/>
	6,921	6,324
	<hr/>	<hr/>
Note 6. Financial Assets		
Macquarie Investment Consolidator	3,332,814	3,222,956
	<hr/>	<hr/>
	3,332,814	3,222,956
	<hr/>	<hr/>
As at 31 December 2021 the market value of available for sale financial assets was as follows:		
Macquarie Investment Consolidator	3,332,814	3,222,956
	<hr/>	<hr/>
	3,332,814	3,222,956
	<hr/>	<hr/>



**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 \$	2020 \$
Note 7. Accrued expenses		
Accrued audit fees	3,900	3,800
	<u>3,900</u>	<u>3,800</u>
Note 8. Cash Flow Information		
(a) Cash		
For the purpose of the statement of cash flows, cash includes:		
(i) cash on hand and in at call deposits with banks or financial institutions, net of bank overdrafts; and		
(ii) investments in money market instruments.		
Cash and cash equivalents	76,546	51,677
Term deposits	732,202	730,389
	<u>808,748</u>	<u>782,066</u>
(b) Net cash provided by (used in) Operating activities		
Operating profit after Income Tax	137,037	(18,651)
Non-cash flows in operating profit		
Distributions re-invested	109,008	118,605
Net change in market value / loss on sale of investment	(70,114)	(85,060)
Changes in net assets and liabilities:		
Decrease in other receivables	(597)	19,913
Increase in accrued expenses	100	50
Cash Flows from Operations	<u>175,434</u>	<u>34,857</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Note 9. Company Details

The registered office of the Company is:

Erina Business Park, 155 The Entrance Road
Erina. NSW 2250

The principal place of business is:

40 Etna Street, North Gosford. NSW 2250

**DIRECTORS' DECLARATION
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

The directors declare that:

1. The financial statements and notes are in accordance with *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a) Comply with Australian Accounting Standards; and
 - b) Give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of the entity.
2. In the directors' opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to s.60-15 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.



**C.W Matthews
Director**

Date 23 March 2022



**G.K Ingall
Director**

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KARAGI COURT LIMITED

Opinion

We have audited the accompanying financial report of Karagi Court Limited (the company), which comprises the statement of financial position as at 31 December 2021, the statement of comprehensive income, statement of changes in members funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of Karagi Court Limited is prepared, in all material respects, in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true fair view of the company's financial position as at 31 December, 2021 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and the *Australian Charities and Not-for-profits Commission Regulation 2013*.
- (c) the *Charitable Fundraising Act 1991*, including
 - (i) the financial report shows a true and fair view of the financial result of fundraising appeals for the year to which they relate; and
 - (ii) the financial report and associated records have been properly kept during the year in accordance with this Act and the regulations; and
 - (i) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with this Act and the regulations; and
 - (ii) Karagi Court Limited is solvent, as it is able to pay its debts as and when they fall due.

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*. 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. We have also fulfilled our other 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 opinion.

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KARAGI COURT LIMITED

Opinion (Cont'd)

Emphasis of Matter

The financial report of Karagi Court Limited is a special purpose financial report that has been prepared in accordance with the accounting policies described in Note 1 to the financial report.

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 31 December, 2020, but does not include the financial report and our 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.

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 report.

Responsibilities of the Directors for the Financial Report

The directors of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the committee members determine 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, the directors are responsible for assessing the registered 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 the directors either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the Company'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 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.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF KARAGI COURT LIMITED

Auditor's Responsibilities for the Audit of the Financial Report (cont'd)

As part of an audit in accordance with the 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 one 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 registered entity's internal control.
- Evaluate the effectiveness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 registered 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 registered entity to cease to continue as a going concern.
- Evaluate the over 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 the directors 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.

FORTUNITY ASSURANCE



Adrian Thompson
Partner

155 The Entrance Road
ERINA. NSW 2250

Dated: 23 March 2022



**ADDITIONAL FINANCIAL INFORMATION PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021	2020
	\$	\$
Income		
Interest received/ distributions	176,324	113,955
Subscriptions and joining fees	295	285
Mask sale	50	113
Other income	-	59
Movement in market value	70,114	(98,413)
	<hr/>	<hr/>
	246,783	15,999
	<hr/>	<hr/>
Less: Expenses		
Auditors remuneration	4,230	3,800
Bank charges	-	2
Connectivity costs	1,125	1,125
Directors expenses	4,706	7,332
Insurance	2,589	2,450
Investment advice	13,087	13,608
Plaques & presentation costs	590	1,260
Printing, postage & stationery	253	130
Storage costs	1,382	1,134
Sundry expenses	2,016	3,809
	<hr/>	<hr/>
	29,978	34,650
	<hr/>	<hr/>
Net (deficit) / Surplus for the financial year	216,805	(18,651)
Retained profits at the beginning of the financial year	(26,542)	147,660
	<hr/>	<hr/>
Total available for appropriation	(26,542)	129,009
Less: Donations to charities	(79,767)	(91,816)
Transfer to capital reserve	(62,354)	(63,735)
	<hr/>	<hr/>
Retained profits at the end of the financial year	48,142	(26,542)

5. CONFIRMATION OF CAPITAL INVESTMENT.

ATH/LMT

24 March 2022

Board of Directors
Karagi Court Ltd
PO Box 6232
WEST GOSFORD NSW 2250

Dear Sirs

2021 Financial Report

We have completed our audit of the company's books and records for the year ended 31 December 2021.

As part of our audit we have in accordance with the company's constitution determined that the gross earnings of the company should be allocated as follows:-

Net Surplus for the year ended 31 December 2021	\$216,805
	<hr/>
	\$216,805
	<hr/>
70% available for donations	\$151,764
20% available for reinvestment	\$43,361
10% available for overheads	\$21,680
	<hr/>
	\$216,805
	<hr/>

We have set out below details of the current amounts available in respect of the year ended 31 December 2021.

(a) Base Capital

Available donations brought forward	\$18,992
Balance as at 31 December 2021	\$4,034,088
2021 Allocation	\$43,361
	<hr/>
	\$4,096,441
	<hr/>
Balance as at 31 December 2021	\$4,096,441
	<hr/>
Surplus base capital carried forward	\$62,353
	<hr/>

CONFIRMATION OF CAPITAL INVESTMENT. (CONT'D)

(b) Donations

Available 31 December 2020	\$66,531
2021 Allocation	\$151,764
	<hr/>
	\$218,295
Donations – 2021	(\$79,767)
	<hr/>
Deficit of donations made for 2021	\$138,528
	<hr/>

(c) Overhead Expenses

Available 31 December 2020	(\$1,257)
2021 allocation	\$21,680
	<hr/>
	\$20,423
Overhead Expenses – 2021*	(\$16,895)
	<hr/>
Deficit of overheads expenses for 2021	\$3,528
	<hr/>

*we advise that the Overhead Expenses includes all direct costs of operating Karagi Court Ltd, however excludes investment management fees which are charged on investments held with Macquarie Investment Management Limited

The Company has also set an investment policy whereby they have set a trigger point for the increase and decreases in the markets to ensure that the risk of falls and increases are managed.

We have reviewed the accounting system and other records and do not recommend that any changes or improvements are required.

Should you require any further information in relation to the above please do not hesitate to contact the writer on 4304 8888.

Yours sincerely
FORTUNITY ASSURANCE



Adrian Thompson
Partner

6. TREASURER'S REPORT – MR CHRIS MATTHEWS

Well, 2021 was nearly as bad as the previous year 2020. The only good thing to come out of it is that at least we have a vaccine and the majority of people have been vaccinated only now to be laid low with the new strain of Omicron.

The Finance Committee consisting of Mr Graeme Ingall and Mr Chris Matthews and Mr Geoff Bown met with Mr Shaun O'Farrell of Premium Wealth Management Limited (Fortunity Financial Planning) on Tuesday February 1st 2022 to discuss the results of the 2021 wealth portfolio. Shaun stated that due to the uncertainty of the market, the coming year looks to be just as volatile as the previous two.

Because of the statement, it was decided to maintain the same risk profile as the previous year, namely Conservative to Moderately Conservative with an asset allocation mix of approximately 35% in growth assets such as shares and property and 65% defensive assets such as cash and fixed interest related investments. If at any stage we decide that we are not comfortable with this level of risk or our circumstances change we will contact our Portfolio Manager and make the necessary adjustments.

During the year of 2021 we made a nett income of \$130,733.91. The Company donated \$79,766.70 to worthy causes on The Central Coast Local Government Area. As per our constitution, 20% of our dividends were reinvested into the principal giving the Company a total valuation of \$3,956,761-25.

Directors were reimbursed for out-of-pocket expenses only and no Director has received fees or consultation fees in 2021. All Directors work on a voluntary basis. During 2021, the Company paid a premium of \$2,588-60 for Directors Indemnity, Public Liability, Volunteers Insurance as well as Car Insurance for all Directors and Members whilst on official business.

I would like to thank all members and directors for the assistance they have given me during this very trying year.

Chris Matthews
Director/Treasurer
4 February 2022

7. CHARITY REPORT – MR STEVE HART.

Once again our contributions to local charities in the past 12 months had been impacted by COVID. The impact of COVID also affected our return on investment which in turn had an effect on the level of funds that could be distributed to local charities.

Nonetheless our Directors have worked tirelessly to respond to and support requests from our local charities. Despite some of the limitations of COVID many of our Directors were able to attend presentations, on a restricted basis, to these charities.

I am confident that those charities that we were able to support during the year were extremely grateful for the support provided by Freemasons on the Central Coast and this was invariably reflected in their own social media streams and websites as well as news items placed in local newspapers.

I am grateful for the support of Simon Pierce, our own media and publicity officer who has facilitated the circulation of media releases as well as maintaining our own website and social media pages.

Over the years we provided \$ 79,767 to charities and volunteer organisations on the Central Coast included The Smith Family, CC Surf Lifesaving, The Glen, Mannering Park Men's Shed, CC Health District, Tahlia Blanshard, CC Bulldogs, CC Kids in Need and Mary Mac's.

I am pleased to say that Freemasons on the Central Coast continues to support our local charities in accordance with our constitution and charter.

Sadly I have to submit my resignation as a Director owing to pressing family commitments.

Steve Hart
Director - Chairman of the Charities Committee
28 March 2022



8. DIRECTOR'S ATTENDANCE AT BOARD MEETINGS

(from 30th April 2021 to 04th May 2022)

	DOB	Elected	2021	2021	2022	2022	
			27 th	11 th	17 th	24 th	
			May	Nov	Feb.	Mar.	Total
Bown: Geoffrey Burnett	30.07.51	29.04.21	#	#	#	#	4/4
Hart: Steven Douglas	25.01.59	29.04.21	#	#	A	Resign	2/3
Ingall: Graeme Kenneth	25.09.48	29.04.21	#	#	#	#	4/4
Matthews: Christopher William	03.01.47	29.04.21	#	#	#	#	4/4
Leggett: David Bruce Wallace	10.05.73	29.04.21	#	A	#	A	2/4
Levesque: David Ian	13.10.46	29.04.21	#	#	#	#	4/4
Noble: James Arthur	04.11.61	29.04.21	#	#	#	#	4/4
Sullivan: Stephen James	13.01.60	29.04.21	#	#	#	#	4/4
Pierce: Simon	02.04.69	29.04.21	#	A	#	A	2/4
			9/9	7/9	8/9	6/8	

= Present A = Apology

9. LIFE MEMBERS

(as of 31.12.2021)

William Henry RICHARDS	14.04.2009 (Deceased 2012)
Lester Frederick KOCH	13.04.2010
Gary Robert YOUNG	23.04.2013
David Bowring WALKER	30.04.2015
Graeme Kenneth INGALL	03.05.2018
Maxwell Robert HIRON	23.04.2019



10. LIST OF MEMBERS

(as of 31.12.2021)

Marcelo	AGUANTA	Ron	ARNOTT
Roy Han's	BENCHOAM	Stuart	BUTLER
Robert	BEDWELL	Geoffrey	BOWN
Jeffrey John	CAREY	Richard K	COLLINS
John	COOPER	Derek	CRAWFORD
Denis B	DEAN	Cornelio	DE LOS SANTOS
John	EDGINGTON	Michael	GRANDE
Steven	HART	Noel Lionel	HIGGS
Max R	HIRON (*)	David	HOLDING
Graeme K	INGALL (*)	Brendan	JOHNSON
Andrew	KFOURY	Fred	KOCH (*)
Paul Anthony	KELLY	David	LEABEATER
David	LEGGETT	David Ian	LEVESQUE
Rex A	McCORMICK	Christopher W	MATTHEWS
Alex John	MOUNTAIN	Ian	MUMFORD
Thomas	MORRISON	Craig Arthur	NASH
Lance	NELSON	James Arthur	NOBLE
Campbell	PAGE	Robert	PAYNE
Simon	PIERCE	Leigh	POLLARD
Joseph	SCICLUNA	Michael	SHARPE
Stephen J	SULLIVAN	Ian	TODD
David B	WALKER (*)	Jim	WESTBROOK
Roger J	WHITEHEAD	David	WILLIAMS
Simon	WOODS	Gary R	YOUNG (*)

Total = 48

(*) Life Member





KARAGI COURT
LIMITED

Karagi Court Limited (ABN 92 002 044 500)
trading as Freemasons on the Central Coast
PO Box 6232, West Gosford NSW 2250