

**MONTESSORI CHILDRENS FOUNDATION LIMITED AND
MASTERMAN MONTESSORI INDIGENOUS CHILDREN'S TRUST**

**CONSOLIDATED MANAGEMENT ACCOUNTS
FOR THE PERIOD ENDING 28TH FEBRUARY, 2023
COMPARATIVE FIGURES FOR THE PERIOD ENDING 28th FEBRUARY, 2022
COMPARATIVE FIGURES FOR THE YEAR ENDED 30TH JUNE, 2022
REVISED FORECAST FOR THE YEAR ENDED 30TH JUNE, 2023**

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MONTESSORI CHILDREN'S FOUNDATION LIMITED AND MASTERMAN MONTESSORI INDIGENOUS CHILDREN'S TRUST

Finance Report – 16th March, 2023

Operating results for the period ending 28th February, 2023

The Sharehouse operating results for the period continue to be solid.

The net operating surplus for the year to date totalled approximately \$44,000, \$2,000 better than the budget of \$42,000.

Cash available at bank (in all bank accounts and redraw amount available in the Better Business Loan) at the end of February, 2023 amounted to \$295,000. As explained in the February Finance Report there was a drain on funds during the month due to Council rates in the amount of \$25,000 and PAYG tax of approximately \$21,000 being paid. It is noted council rates will not be due to be paid again until August, 2022.

It is also noted that in relation to liquidity, a graph for the Current/Working Capital ratio (ie Current Assets/Current Liabilities) is now included in the management account's graphs.

Revised forecast for the 2023 financial year

The 2023 budget has once again been revised to reflect the agreed additional legal fees in relation to the OSR matter. In addition to fees for the barrister there have also been additional fees incurred for Kristel Winkler. The total increase to the legal fees budget is \$37,500, bring the total for this item for the current year to \$50,000. This may reduce again if the barrister advises MMICT not to proceed in this matter.

There has also been some juggling between the various items, in particular the repairs and maintenance budget has been increased by \$20,000 to allow for replacement of the 22 Scott Street roof and to include \$5,000 for much needed painting of properties (in future years \$15,000 per annum will be allowed for this work).

It is noted that the CEO has been successful in substantially renegotiating costs for required reports for Education Programs and this will more than offset the increased repairs and maintenance costs.

Stamp duty exemption matter

It has been exceptionally busy over the past couple of weeks providing advice and answering questions for our lawyer, Kristel Winkler. We have conducted extensive research into documents uploaded onto a dropbox folder dating from the establishment of MMICT and MCF up to the 1st December, 2021 when Jorian Cunliffe was employed as the MMICT CEO. Further clarification has also been provided in relation to the separate activities conducted by MMICT and MCF following his appointment. As noted in the CEO's report, he will be meeting with our lawyer and the barrister tomorrow, 17th March, 2022. At this meeting advice should be provided on whether it is advisable to continue with the matter. Jorian will provide an update to Board members following the meeting.

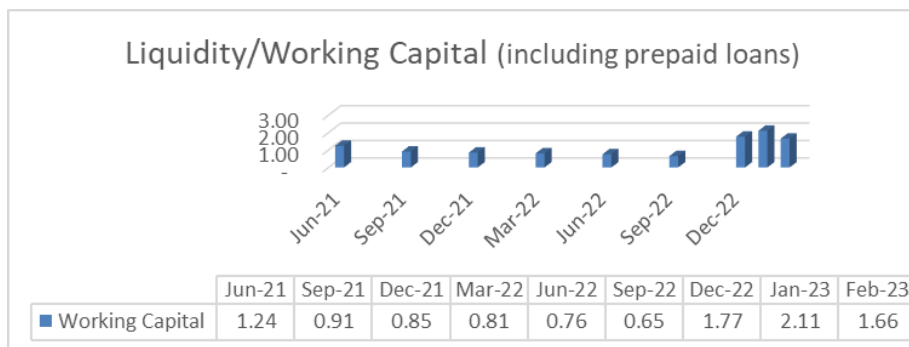
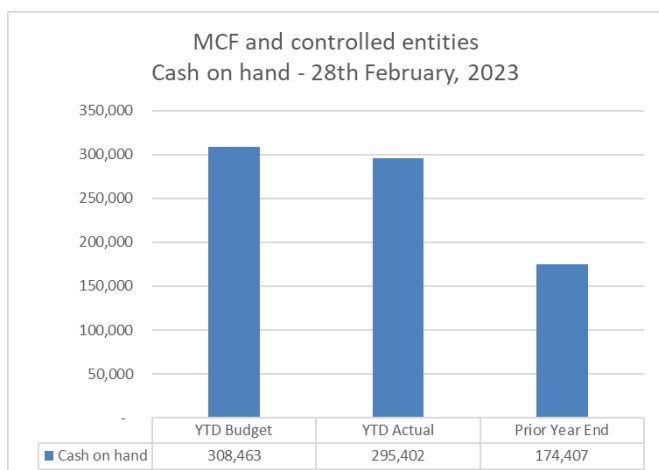
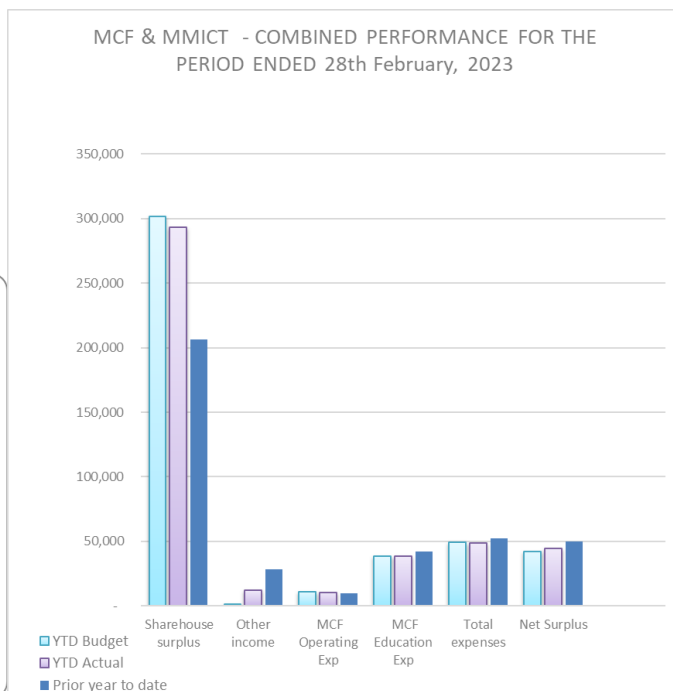
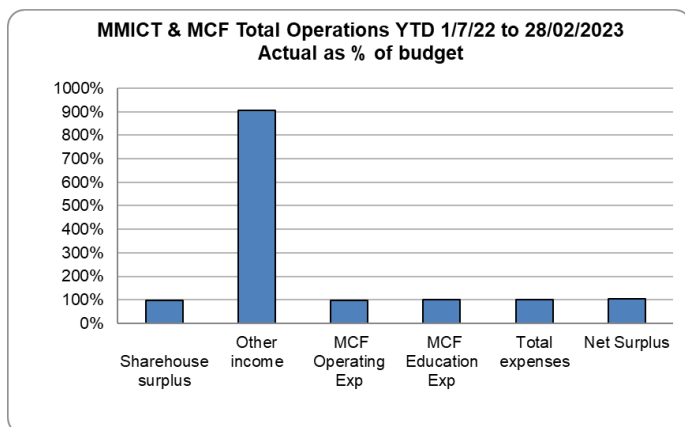
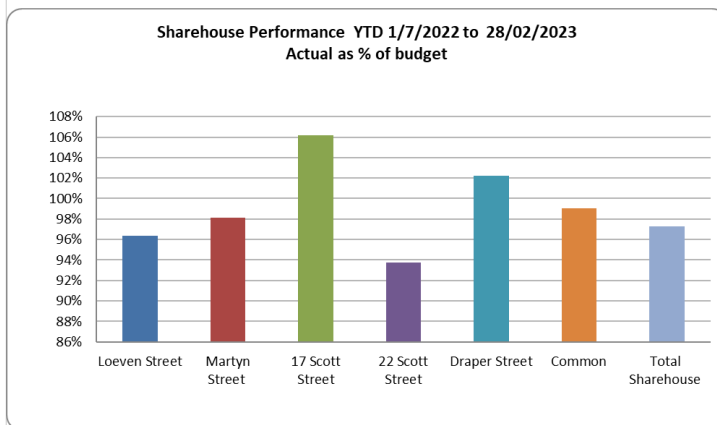
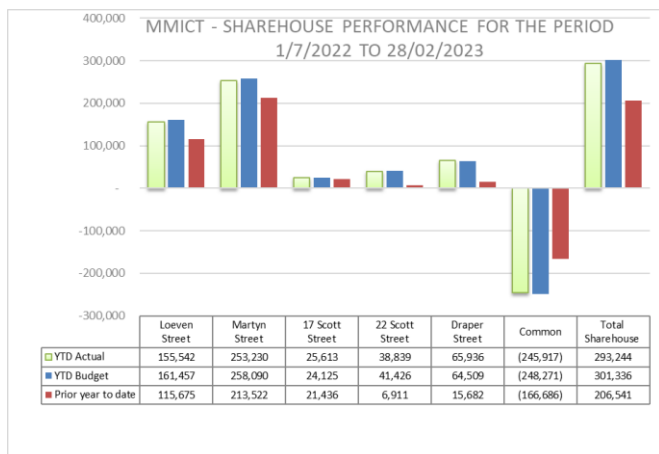
Financial Operations Manual

This has now been completed and will be presented at the next board meeting for input and discussion by Board members.

MMICT 5 year business plan

A draft has now been completed and is included with the current Board papers for discussion by the Board.

Sue Pynenburg – CFO



MONTESSORI CHILDRENS FOUNDATION AND MASTERMAN MONTESSORI INDIGENOUS CHILDREN'S TRUST							
Summary of Consolidated Profit and Loss Account - February 2023							
Revised forecast - 1st July, 2022 to 30th June, 2023							
2022 Actual		Actual 8 months to 28th February, 2022	Actual 8 months to 28th Feb 2023	Difference Actual 2022 to Actual 2023	2023 Revised forecast	Budget 8 months to 28th Feb. 2023	Difference YTD Actual to Budget
	Trading Income and expenses						
	Sharehouses						
79,252	22 Scott Street - room rentals	50,397	61,877	11,480	96,147	62,496	(619)
62,360	- direct running costs	43,486	23,038	21,030	28,124	21,069	(1,814)
16,892	Surplus 22 Scott Street	6,911	38,839	32,510	68,023	41,426	(2,433)
110,521	351 Draper Street - room rentals	72,278	91,493	19,215	138,142	89,792	1,701
80,688	- direct running costs	56,595	25,557	31,038	32,666	25,283	6
29,833	Surplus - 351 Draper Street	15,682	65,936	50,253	105,476	64,509	1,706
209,696	Loeven Street - room rentals	139,794	182,748	42,954	291,370	189,391	(6,643)
34,213	- direct running costs	24,118	27,205	-3,087	40,968	27,934	729
175,483	Surplus - Loeven Street	115,675	155,542	39,867	250,402	161,457	(5,914)
381,939	Martyn Street - room rentals	257,384	306,890	49,505	474,396	308,357	(1,468)
63,559	- direct running costs	43,862	53,660	-4,326	75,654	50,268	(3,392)
318,380	Surplus - Martyn Street	213,522	253,230	45,179	398,742	258,090	(4,860)
57,644	17 Scott Street - room rentals	38,890	41,098	2,208	62,924	40,901	197
5,914	- Direct running costs	17,453	15,485	1,968	24,786	16,775	1291
51,730	Surplus - 17 Scott Street	21,436	25,613	4,177	38,138	24,125	1,488
12,554	Common Receipts	6,952	18,669	11,717	26,741	17,381	1,288
282,147	Common Payments	173,638	264,586	-90,947	426,280	265,652	1,353
(269,592)	Common - expenses in excess of receipts	(166,686)	(245,917)	(79,230)	(399,539)	(248,271)	2,641
322,725	Total Trading Surplus from sharehouses	206,541	293,244	92,756	461,242	301,336	-8,093
	Other income						
-	MMICT - Other Income- cash flow boost	-	-	-	-	-	-
-	MMICT - Dividend and managed investment income	-	-	-	-	-	-
46,103	MMICT - Interest Income	26,103	-	(26,103)	-	-	-
-	MMICT - Profit/(loss) on sale of financial assets and other	-	-	-	-	-	-
-	MCF - Education Programs	293	2,234	1,941	2,500	1,352	882
13,825	MCF - Donations, Fundraising and grants	1,866	10,000	8,134	-	-	10,000
59,928	Total other Income	28,262	12,234	-16,028	2,500	1,352	10,882
	Other expenses						
114,804	Total MCF operating expenses	9,689	10,430	-741	24,500	10,847	416
79,495	Total MCF Education Expenses	42,339	38,348	3,991	60,000	38,400	52
146,491	Total MMITC Operating Expenses	119,621	186,851	-67,230	296,616	185,829	(1,022)
13,343	Total MMITC Education and Project Expenses	13,343	25,581	-12,238	60,000	25,500	81
354,133	Total Operating and Other Expenses	184,993	261,210	-76,217	441,116	260,576	(472)
(294,205)	Other income less other expenses	(156,731)	(248,976)	60,189	(438,616)	(259,224)	10,410
28,520	Net Profit/(Loss)	49,810	44,268	-5,542	22,626	42,112	2,318
	COMPREHENSIVE INCOME						
429,480	Revaluation of Land and Buildings						
458,000	TOTAL COMPREHENSIVE INCOME FOR THE YEAR	49,810	44,268	(5,542)	22,626	42,112	2,318
2022 Actual	STRATEGIC CASH FLOW		2023 Revised Forecast	Feb 2023 Budget	Feb 23 Actual		
28,520	STRATEGIC CASH FLOW						
	Surplus/(Deficit)		22,626	42,112	44,268		
	Cash at start of financial year		174,407	174,407	174,407		
	New Bank Loan		1,760,000	1,760,000	1,760,000		
	Purchase of 22 Scott Street and 351 Draper Street		(1,500,000)	(1,500,000)	(1,500,000)		
	Repay ASCF		(160,000)	(160,000)	(160,000)		
	Change in Debtors/Creditors/lenders (lease security amount)		15,000	13,350	(1,867)		
	Payment of New Loan Principal		(35,000)	(21,406)	(21,406)		
174,407	Funds available at period end		277,033	308,463	295,402		

MONTESSORI CHILDREN'S FOUNDATION (Incl MCF, MMIT, MICT & MCF SF)

Consolidated Statement of Financial Position

As at 28th February 2023

	28/02/2023	30/6/2022	28/02/2022
Assets			
Bank			
MMICT, MICT, MCF Cheque Accounts	295,402	174,357	172,634
Total Bank	295,402	174,357	172,634
Current Assets			
Petty Cash	2,613	50	50
GST refund due	2,283	3,041	842
Prepayments	40,800	33,093	19,085
Security Bonds on Draper St and 22 Scott Street sharehouses	-	15,000	15,000
Total Current Assets	45,696	51,184	34,977
Non-current Assets			
C2 Capital Notes	-	-	402,193
Total Non-current Assets	-	-	402,193
Fixed Assets			
Plant and Equipment	27,127	27,127	52,283
Motor Vehicle - Utility	34,990	34,990	34,990
Land	1,785,000	1,200,000	1,135,000
Buildings	3,815,000	2,900,000	2,331,832
Total Fixed Assets	5,662,117	4,162,117	3,554,105
Less: Accumulated Depreciation	10,496	10,496	8,076
Total Fixed Assets	5,651,621	4,151,621	3,546,029
Total Assets	5,992,719	4,377,162	4,155,832
Liabilities			
Current Liabilities			
Accruals	26,862	13,212	9,094
ASCF Loan	-	160,000	-
CBA Better Business Loan	75,500	-	-
Sharehouse rent security deposits and prepaid rent	50,961	51,731	17,963
PAYG Withholdings Payable	15,116	18,408	12,682
Superannuation payable	5,170	6,436	2,208
Wages payable	-	-	-
Annual Leave Accruals	32,099	33,364	19,795
Rents in advance	-	14,359	-
Total Current Liabilities	205,708	297,510	61,742
Total Liabilities	205,708	297,510	61,742
Non-current Liabilities			
CBA Better Business Loan	1,663,094	-	-
Total Non-current Liabilities	1,663,094		
Total Liabilities	1,868,802	297,510	61,742
Net Assets	4,123,916	4,079,651	4,094,091
Equity			
Retained Earnings	3,647,450	3,618,952	4,044,261
Current year surplus/deficit	44,267	28,500	49,810
Revaluation reserve	432,179	432,179	
Settlement sum	20	20	20
Total Equity	4,123,916	4,079,651	4,094,091

MCF & MMICT - FEBRUARY 2023 - ACTUAL COMPARED TO BUDGET - P & L & CASHFLOWS							
2023 ANNUAL BUDGET							
2022 Actual		February, 2022 Actual	February 2023 YTD Actual	Difference Actual	Revised 2023 Annual Forecast	February 2023 Budget	Difference February 23 YTD Actual to Budget
	SHAREHOUSE - TRADING INCOME						
79,252	22 Scott Street	50,397	61,877	11,480	96,147	62,496	(619)
110,521	Draper Street	72,278	91,493	19,215	138,142	89,792	1,701
209,696	Loeven Street	139,794	182,748	42,954	291,370	189,391	(6,643)
381,939	Martyn Street	257,384	306,890	49,505	474,396	308,357	(1,468)
57,644	17 Scott Street	38,890	41,098	2,208	62,924	40,901	197
2,777	Common - Bike Hire	1,360	334	(1,026)	669	435	(100)
	Common - Commission		30	30	60	39	(9)
1,660	Common - Exit Clean		10,180	10,180	13,640	8,866	1,314
7,907	Common - Laundry	5,547	7,445	1,898	11,012	7,158	287
210	Common - Luggage	45	680	635	1,360	884	(204)
851,606	SHAREHOUSE TRADING INCOME	565,694	702,774	137,080	1,089,720	708,318	(5,544)
528,881	LESS: COST OF SALES	359,153	409,530	(44,323)	628,478	406,982	(2,549)
322,725	SHAREHOUSE OPERATING SURPLUS/(DEFICIT)	206,541	293,244	181,403	461,242	301,336	(8,093)
-	Cash flow boost		-			-	-
	Dividend and investment income		-			-	-
46,103	Interest	26,103		(26,103)			
	Education	293	2,234	1,941	2,500	1,352	882
13,825	Fundraising, donations and grants	1,866	10,000	8,134		-	10,000
				-			
59,928	TOTAL OTHER INCOME	28,262	12,234	(16,028)	2,500	1,352	10,882
354,133	TOTAL OTHER EXPENSES	184,993	261,210	(76,217)	441,116	260,576	(472)
(294,205)	TOTAL OTHER INCOME LESS OTHER EXPENSES	(156,731)	(248,976)	(172,759)	(438,616)	(259,224)	10,410
#REF!	TOAL INCOME FROM ALL SOURCES	593,956	715,008	121,052	1,092,220	709,670	5,338
883,014	TOTAL EXPENSES FROM ALL SOURCES	544,146	670,740	126,594	1,069,594	667,557	(3,020)
28,520	Surplus/(Deficit)	49,810	44,268	(5,542)	22,626	42,112	2,318
	COMPREHENSIVE INCOME			-			
429,480	Revaluation of Land and Buildings		-	-			-
	Total Comprehensive income for the year	49,810	44,268	(5,542)	22,626	42,112	2,318
			February 2023 Actual				
2022 Actual	STRATEGIC CASH FLOW						
	STRATEGIC CASH FLOW						
28,520	Surplus/(Deficit)		44,268				
	Cash at start of financial year		174,407				
	Return of funds held by C2 Capital and Sunshine		-				
	Repay ASCF loan		(160,000)				
	New bank loan		1,760,000				
	Capital Expenditure - Payment for 22 Scott Street and Draper Street		(1,500,000)				
	Repay bank new loan principal (note interest included in P & L)		(21,406)				
	Change in Debtors/Creditors/revaluation		(1,867)				
174,407	Funds available at period end		295,402				

MCF & MMIT -FEBRUARY, 23 - ACTUAL COMPARED TO BUDGET - P & L & CASHFLOWS

		Actual YTD 28th Feb 2022	Feb YTD Actual	Difference Actual Feb 23 to Feb 22	Revised 2023 Annual Budget	Budget Feb 2023	Difference Feb 23 Actual to Budget
2022 Actual	Detailed expenses						
	COST OF SALES						
	22 SCOTT STREET						
5,406	Electricity	3,613	6,139	(2,526)	7,000	4,667	(1,472)
280	Fire Services	198	268	(70)	300	200	(68)
2,336	Insurances	1,804	4,508	(2,704)	5,814	4,400	(108)
-	Internet	-	-	-	-	-	-
45,104	Lease payments	31,634	5,388	26,247	5,388	5,388	0
	Pest Control		154	(154)		-	
8,036	Rates	5,518	5,572	(54)	8,362	5,575	3
1,199	Water	719	1,010	291	1,260	840	(170)
62,360	Total Expenses 22 Scott Street	43,486	23,038	21,030	28,124	21,069	(1,814)
	DRAPER STREET						
7,550	Electricity	4,656	5,283	(627)	8,000	5,333	50
661	Fire Services	551	296	255	600	400	104
2,852	Insurances	2,158	5,897	(3,739)	7,118	5,900	3
795	Internet	495	654	(159)	835	557	(97)
1,103	Land tax	1,103	-	1,103	-	-	-
59,182	Lease payments	41,509	7,069	34,439	7,069	7,069	(0)
	Pest Control		231	(231)		-	
	Pool service	-	159	(159)	300	200	41
7,431	Rates	5,475	5,427	48	8,144	5,429	2
	Security		49	(49)		-	
1,113	Water	648	492	156	600	395	(97)
80,688	Total Expenses Draper Street	56,595	25,557	31,038	32,666	25,283	6
	LOEVEN STREET						
9,765	Electricity	5,382	7,921	(2,538)	12,500	8,333	412
402	Fire Services	402	993	(591)	2,000	1,333	341
6,102	Insurances	5,224	5,016	208	8,400	5,000	(16)
1,092	Internet	712	774	(62)	1,200	800	26
1,578	Land Tax	1,578	-	1,578	-	-	-
	Pest Control		308	(308)	600	400	92
3,105	Pool Services	1,230	2,281	(1,051)	3,500	2,333	52
9,958	Rates	8,000	8,334	(334)	10,668	8,334	-
96	Security	75	57	18	100	67	9
2,115	Water	1,515	1,521	(6)	2,000	1,333	(188)
34,213	Total Expenses Loeven Street	24,118	27,205	(3,087)	40,968	27,934	729
	MARTYN STREET						
	Council fees		710	-	710	710	-
15,200	Electricity	7,730	12,492	(4,762)	18,000	11,850	(642)
8,967	Fire Services	6,443	6,522	(79)	12,000	7,900	1,378
8,492	Insurances	7,262	8,527	(1,265)	15,116	8,500	(27)
2,616	Internet	1,786	2,830	(1,044)	1,200	790	(2,040)
1,933	Land Tax	1,933	-	1,933	-	-	-
314	Laundry	314	-	314	-	-	-
	Pest Control		527	(527)	1,000	658	131
3,309	Pool Services	1,643	4,044	(2,401)	3,400	2,238	(1,805)
18,987	Rates	14,000	14,063	(63)	18,728	14,000	(63)
304	Security	304	1,262	(957)	2,500	1,646	384
3,436	Water	2,446	2,684	(238)	3,000	1,975	(709)
63,559	Total Expenses Martyn Street	43,862	53,660	(4,326)	75,654	50,268	(3,392)
	17 SCOTT STREET						
1,270	Electricity	2,575	3,592	(1,017)	4,400	2,897	(695)
679	Fire Services	2,644	73	2,571	200	132	59
1,278	Insurances	4,378	3,871	507	6,302	4,149	278
248	Internet	635	1,321	(686)	2,000	1,317	(4)
	Pest Control		100	(100)	200	132	32
2,087	Rates	6,000	6,175	(175)	8,684	6,175	(0)
350	Water	1,221	354	867	3,000	1,975	1,621
5,914	Total Expenses Scott Street	17,453	15,485	1,968	24,786	16,775	1,291

MCF & MMITC - FEB 23 - ACTUAL COMPARED TO BUDGET - P & L & CASHFLOWS							
2023 Annual Budget							
2022 Actual	Detailed expenses- continued	Actual YTD 28th Feb 2023	Feb 23 YTD Actual	Difference Feb 23 to Feb 22	Revised 2023 Forecast	Budget Feb	Difference Feb Actual to Budget
	COMMON						
3,264	Advertising	2,160	1,235	925	3,400	2,267	1,032
4,251	Annual Leave Expense	-	-	-	-	-	-
24	Bank Charges	-	-	-	25	17	17
487	Bikes	-	(170)	170	-	-	170
4,133	Cleaning	19,725	25,764	(6,039)	32,000	21,333	(4,430)
1,167	Computer support	761	1,073	(312)	1,400	933	(140)
3,751	Consumables	2,858	687	2,171	3,000	2,000	1,313
31,035	Contract cleaning	-	6,897	(6,897)	12,000	8,000	1,103
711	Contract Laundry	636	-	636	-	-	-
8,610	Contractor - Office Staff	8,610	-	8,610	-	-	-
453	Domains and Hosting	299	1,951	(1,652)	2,500	1,667	(284)
1,707	Dues and subscriptions	1,457	1,376	81	2,600	1,733	358
14,761	Gardener	9,421	12,240	(2,818)	27,500	18,333	6,094
1,142	Gifts	1,142	767	375	1,500	1,000	233
2,595	Interest on CBA loans	-	34,183	(34,183)	69,000	35,000	817
1,799	Interest on insurance	-	1,791	(1,791)	4,500	1,791	(0)
4,491	Motor Vehicle - Fuel and oil	1,234	3,981	(2,748)	4,716	3,144	(837)
801	- Repairs and Maintenance	591	2,340	(1,749)	837	558	(1,782)
3,119	- Rego and Insurance	2,374	993	1,380	-	-	(993)
4,991	Merchant Fees	3,093	3,809	(716)	6,000	4,000	191
1,449	Office Supplies	998	842	156	1,522	1,015	173
	Promotions	-	308	(308)	150	100	(208)
55,545	Repairs	40,147	29,007	11,140	70,000	33,333	4,326
3,803	Replacements	1,822	33,069	(31,247)	40,000	26,667	(6,402)
1,519	Staff Amenities	1,095	1,055	40	1,600	1,067	12
113,123	Salaries and Wages	66,805	90,350	(23,545)	126,000	90,350	(0)
11,242	Superannuation	6,627	9,478	(2,851)	13,230	9,478	0
1,298	Telephone	965	1,170	(205)	2,200	1,467	296
	Training	-	287	(287)	-	-	-
520	Uniforms	490	-	490	500	333	333
71	Waste removal	45	104	(59)	100	67	(37)
285	Web development	285	-	285	-	-	-
282,147	Total Common Expenses	173,638	264,586	(90,947)	426,280	265,652	1,353
528,881	TOTAL COST OF SALES	359,153	409,530	(44,323)	628,478	406,982	(1,829)
	ALL OTHER EXPENSES						
	MCF						
-	Audit	-	-	-	1,000	-	-
1,032	ASIC Fees	1,032	-	1,032	-	-	-
83	Bank Fees	-	-	-	-	-	-
-	Contractor	120	-	120	-	-	-
-	IT Expense	1,706	-	1,706	2,000	-	-
1,377	Insurance	-	-	-	-	-	-
14,282	Legal	5,132	-	5,132	-	-	-
13,990	Meeting Costs	131	9,680	(9,549)	15,000	9,680	-
8,086	Offices	-	-	-	-	-	-
1,970	Printing and Stationery	977	191	786	1,000	583	393
63,453	Salaries	-	-	-	-	-	-
6,346	Superannuation	-	-	-	-	-	-
220	Sundry Expenses	220	-	220	-	-	-
2,919	Telephone and Internet	371	560	(189)	1,000	583	24
	Training	-	-	-	2,000	-	-
1,046	Workers Compensation	-	-	-	2,500	-	-
114,804	Total MCF Operating Expenses	9,689	10,430	(741)	24,500	10,847	416
	Projects						
79,495	Education - RHK Program	42,339	38,348	3,991	60,000	38,400	52
79,495	Total MFC Projects Expenses	42,339	38,348	3,991	60,000	38,400	52
194,299	Total MCF Expenses	52,029	48,778	3,251	84,500	49,247	469
	MMICT						
	Operational expenses						
31,288	Accounting	20,416	30,904	(10,489)	48,000	30,904	(0)
	Administration	-	-	-	-	-	-
6,000	Audit	-	-	-	5,000	-	-
5,005	Bank fees	5	12,690	(12,685)	14,000	12,500	(190)
-	Consultancy fees	-	-	-	-	-	-
4,226	Depreciation	-	-	-	6,000	-	-
1,377	Insurance	2,000	2,050	(50)	3,000	1,700	(350)
	Interest - ASCF	-	6,232	(6,232)	6,232	6,232	0
19,934	Legal & Reports	5,358	26,470	(21,112)	50,000	26,000	(470)
128	Printing and Stationery	128	-	128	500	-	-
-	Provision for doubtful debts	-	-	-	-	-	-
63,453	Salaries and wages	81,475	96,756	(15,282)	146,000	96,756	(0)
6,346	Superannuation	8,147	10,137	(1,990)	15,330	10,137	(0)
7,689	Annual leave expense	-	-	-	-	-	-
-	Training	-	-	-	-	-	-
-	Telephone and Internet	-	-	-	400	-	-
-	Website	-	-	-	-	-	-
1,046	Workers Compensation	2,092	1,610	482	2,154	1,600	(10)
146,491	Total MMITC Operational expenses	119,621	186,851	(67,230)	296,616	185,829	(1,022)
	Projects						
8,343	Education - RHK Pilot Program	8,343	-	8,343	-	-	-
	Establishing programs	-	25,581	(25,581)	60,000	25,500	(81)
5,000	Lockhart River - donation	5,000	-	5,000	-	-	-
13,343	Total MMITC Projects	13,343	25,581	(12,238)	60,000	25,500	81
159,835	Total MMITC - other expenses	132,964	212,432	(79,467)	356,616	211,329	(940)
354,133	Total Other expenses	184,993	261,210	(76,217)	441,116	260,576	(472)