

**NQ SPARK PTY LTD**

**General Purpose Financial Statements**  
FOR THE YEAR ENDED 30 JUNE 2024

**NQ SPARK PTY LTD**  
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# NQ SPARK PTY LTD

## DIRECTOR'S REPORT

The director presents the report on the company for the financial year ended 30 June 2024.

### **Directors**

The names and particulars of the directors of the company during or since the end of the financial year are:

Anthony John Mooney – Appointed 12/06/2023  
Jennifer Mary Seddon – Appointed 12/06/2023  
John Caligari – Appointed 12/06/2023  
Michael Reilly – Appointed 12/06/2023  
Anthony Joseph McCabe - Appointed 12/12/2024  
Roger Noble - Appointed 23/01/2025

The above named directors held office during the whole of the financial year and since the end of the financial year except for:

John Caligari - resigned 24/11/2024  
Michael Reilly - resigned 24/11/2024  
Anthony Joseph McCabe - Appointed 12/12/2024  
Roger Noble - Appointed 23/01/2025

### **Principal Activities**

The principal activities of the company during the financial year were to commence the development of the NQ Simulation Park (NQ Spark) in line with the Grant Agreement.

### **Review of Operations**

The company's operations included initiating the start of the company including: the confirmation of the Board of Directors, hiring staff, acquiring office facilities. The profit of the company for the financial year amounted to \$158,945.

### **Significant Changes in the State of Affairs**

No significant changes in the company's state of affairs occurred during the financial year.

### **Events Subsequent to the End of the Reporting Period**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

### **Likely Developments and Expected Results of Operations**

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

### **Environmental Regulation**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

### **Going Concern**

Notwithstanding the deficiency of net assets, the financial report has been prepared on a going concern basis as the director has received a guarantee of continued financial support and the director believes that such financial support will continue to be made available.

## NQ SPARK PTY LTD

### DIRECTOR'S REPORT

**Dividends**

No dividends have been paid or declared since the start of the financial year.

**Options**

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

**Indemnification of Officers**

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

**Proceedings on Behalf of Company**

No person has applied for leave of court to bring proceedings on behalf of the company or 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.

The company was not a party to any such proceedings during the year.

**Auditor's Independence Declaration**

The auditor's independence declaration is on page 16 of these financial statements.

This director's report is signed in accordance with a resolution of the director:

**Director**



**Dated:**

11-Feb-2025

**NQ SPARK PTY LTD**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2024**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>INCOME</b>		
Interest received	-	943
Grants received	1,072,222	-
Other revenue	32,000	-
Debt forgiven	158,946	-
	1,263,168	943
<b>LESS EXPENDITURE</b>		
Accountancy fees	15,284	-
Advertising	4,234	-
Bank charges	67	55
Board meeting costs	370	-
Board remuneration	99,900	-
Consultancy meetings	690	-
Consultancy costs	460,104	163,951
Computer - Build	5,250	-
Depreciation	34,082	-
Entertainment expenses	32	-
Filing fees	403	1,014
General expenses	138	-
Insurance	7,817	-
Labour hire	81,884	-
Legal costs	22,359	-
Permits, licences and fees	3,200	-
Printing and stationery	8,555	-
Office expenses	22,305	-
Project management	205,123	-
Room amenities	2,211	-
Rent	2,164	-
Simulation equipment	7,751	-
Software	107,349	-
Staff training and welfare	1,835	-
Travelling expenses	11,116	-
	1,104,223	165,020
<b>NET OPERATING PROFIT (LOSS)</b>	158,945	(164,077)
Retained Profits (accumulated losses) at the beginning of the financial year	(164,077)	-
<b>TOTAL AVAILABLE FOR APPROPRIATION (DEFICIT)</b>	(5,132)	(164,077)
<b>RETAINED PROFITS (ACCUMULATED LOSSES) AT THE END OF THE FINANCIAL YEAR</b>	<b>(5,132)</b>	<b>(164,077)</b>

The accompanying notes form part of these financial statements.

**NQ SPARK PTY LTD**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	20,350,188	299,775
Trade and other receivables	3	-	15,251
<b>TOTAL CURRENT ASSETS</b>		<u>20,350,188</u>	<u>315,026</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	3	2	-
Property, plant and equipment	4	100,707	-
<b>TOTAL NON-CURRENT ASSETS</b>		<u>100,709</u>	<u>-</u>
<b>TOTAL ASSETS</b>		<u><u>20,450,897</u></u>	<u><u>315,026</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	1,360,530	179,103
Contract liabilities	6	19,095,497	-
Borrowings	7	-	300,000
<b>TOTAL CURRENT LIABILITIES</b>		<u>20,456,027</u>	<u>479,103</u>
<b>NON-CURRENT LIABILITIES</b>			
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>		<u>20,456,027</u>	<u>479,103</u>
<b>NET ASSETS (LIABILITIES)</b>		<u><u>(5,130)</u></u>	<u><u>(164,077)</u></u>
<b>EQUITY</b>			
Issued capital	8	2	-
Retained earnings (accumulated losses)		<u>(5,132)</u>	<u>(164,077)</u>
<b>TOTAL EQUITY (DEFICIT)</b>		<u><u>(5,130)</u></u>	<u><u>(164,077)</u></u>

The accompanying notes form part of these financial statements.

**NQ SPARK PTY LTD**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2024**

	Share Capital		
	Ordinary shares	Retained Earnings	Total
	\$	\$	\$
<b>Balance at 1 July 2022</b>	-	-	-
<b>Comprehensive income</b>			
Surplus (deficit) for the year	-	(164,077)	(164,077)
<b>Total comprehensive income</b>	-	(164,077)	(164,077)
<b>Balance at 30 June 2023</b>	-	(164,077)	(164,077)
<b>Balance at 1 July 2023</b>	-	(164,077)	(164,077)
<b>Comprehensive income</b>			
Surplus (deficit) for the year		158,945	158,945
<b>Total comprehensive income</b>		(5,132)	(5,132)
<b>Share Capital</b>			
Share issued	2		2
<b>Total share capital</b>	2	-	2
<b>Balance at 30 June 2024</b>	2	(5,132)	(5,130)

The accompanying notes form part of these financial statements.

**NQ SPARK PTY LTD**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2024**

	Note	2024 \$	2023 \$
<b>Cash flows from operating activities</b>			
Receipts from rendering of services		35,200	
Grant income received in advance		22,000,000	-
Payments to suppliers and employees		(1,030,868)	(1,069)
Interest received		167,719	844
GST paid to ATO		(803,200)	
GST input tax credits received		67,228	
<b>Net cash provided by operating activities</b>		<b>20,436,079</b>	<b>(225)</b>
 <b>Cash flows from investing activities</b>			
Payments to acquire property, plant & equipment		(85,666)	-
<b>Net cash provided by investing activities</b>		<b>(85,666)</b>	<b>-</b>
 <b>Cash flows from financing activities</b>			
Loan from controlling entity		(300,000)	300,000
<b>Net cash provided by financing activities</b>		<b>(300,000)</b>	<b>300,000</b>
Net increase in cash held		20,050,413	299,775
Cash and cash equivalents at beginning of financial year		299,775	-
Effects of exchange rates on cash holdings		-	-
Cash and cash equivalents at end of financial year	<b>2</b>	<b>20,350,188</b>	<b>299,775</b>

The accompanying notes form part of these financial statements.



**NQ SPARK PTY LTD**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2024**

The financial statements cover NQ Sparks Pty Ltd as an individual entity. NQ Sparks Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

The financial statements were authorised for issue on the date the directors report was signed by the directors of the company.

**1. SUMMARY OF MATERIAL ACCOUNTING POLICIES**

**The Reporting Entity**

NQ Spark Pty Ltd is a company limited by shares, incorporated and domiciled in Australia on 25 May 2022. The company's main purpose is to establish an advanced environmental simulation facility in Townsville. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The registered office of the company is:

NQ SPARK PTY LTD  
52 Walker Street  
Townsville QLD 4810

The principal place of business is:

NQ SPARK PTY LTD  
9 Yarrowonga Drive  
Townsville QLD 4810

**Basis of Preparation**

These general purpose financial statements have been prepared in accordance with the Corporations Act 2001, and Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board and Interpretations. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for 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.

**(a) Taxation**

NQ Spark Pty Ltd is subject to income tax, Fringe Benefits Tax and Goods and Services Tax (GST). The net amount of GST recoverable from the ATO or payable to the ATO is shown as an asset or liability respectively.

**(b) Auditor remuneration**

The estimated fee relating to the external audit of the financial statements for the reporting period is \$10,000. Both the 2023 and 2024 audit fee will be incurred and paid by the company in the 2025 financial year.

**(c) Plant & equipment**

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any 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 its estimated recoverable amount and impairment losses recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in the statement of profit or loss in the financial period in which they are incurred.

# NQ SPARK PTY LTD

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 JUNE 2024

#### Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated using the diminishing value method over the asset's useful life, commencing from the time the asset is held ready for use.

The useful life used for each class of depreciable asset are:

<b>Class of fixed asset:</b>	<b>Useful Life</b>
Plant & equipment	5 years
Motor vehicles	5 years

#### (d) Events after the reporting date

John Caligari and Michael Reilly have resigned from the board of directors. Anthony Joseph McCabe and Roger Noble have since been appointed as directors.

There have been no changes to the shareholders.

No events or circumstances have arisen since 30 June 2024 that has significantly affected, or may significantly affect the entities operations, the result of those operations in future financial years.

#### (e) 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 borrowings in current liabilities on the statement of financial position.

#### (f) Trade and Other Payables

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

#### (g) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed on an accrual basis, with reference to the state of completion of the transactions at the end of the reporting period in accordance with *AASB 15 Revenue from Contracts with Customers*. This applies to grants which have sufficiently specific performance obligations.

Where revenue arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligation is satisfied.

Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control and within the agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract. Interest revenue is recognised on an accruals basis.

All revenue is stated net of the amount of goods and services tax.

**NQ SPARK PTY LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**Government Grants**

Grant monies received are recognised as revenue in accordance with *AASB 120 Accounting for Government Grants and Disclosure of Government Assistance*.

NQ Spark Pty Ltd has received \$22,000,000 in government grant money in accordance with their grant agreement. This grant is being recognised as income when expended to meet their obligations.

**(h) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

**(i) Comparative figures**

Comparative information reflects the audited prior year financial statements, reclassified where appropriate for consistency with current year classifications.

**(j) Rounding of Amounts**

Amounts in the financial statements have been rounded off to the nearest dollar.

**(k) Current and non-current classification**

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in NQ Spark Pty Ltd's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in NQ Spark Pty Ltd's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

**(l) New and revised accounting standards**

*Mandatory application of Australian Accounting Standards and Interpretations*

No mandatory changes in accounting standards occurred in the 2023-24 financial year.

*Early adoption of Australian Accounting Standards and Interpretations*

No accounting pronouncements were early adopted in the 2023-24 financial year.

*Voluntary changes in accounting policy*

No voluntary changes in accounting policies occurred during the 2023-24 financial year.

**NQ SPARK PTY LTD**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2024**

	2024	2023
	\$	\$
<b>2. CASH AND CASH EQUIVALENTS</b>		
NAB petty cash account 1706	12,798	-
CommBank business account 5943	-	299,775
NAB bank account #1412	20,337,390	-
	20,350,188	299,775
<b>3. TRADE AND OTHER RECEIVABLES</b>		
<b>CURRENT</b>		
Good and services tax	-	15,251
	-	15,251
<b>NON-CURRENT</b>		
Shareholder loan	2	-
	2	-
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>		
Work in Progress - Fit out costs	56,911	-
	56,911	-
Computer equipment	60,898	-
Less accumulated depreciation	(29,489)	-
	31,409	-
Office equipment	16,980	-
Less accumulated depreciation	(4,593)	-
	12,387	-
<b>Total property, plant and equipment</b>	100,707	-
<b>5. TRADE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Good and services tax	1,129,523	-
Trade creditors	128,308	-
Other creditors	-	179,103
Accrued expenses	102,699	-
	1,360,530	179,103
<b>6. CONTRACT LIABILITIES</b>		
<b>CURRENT</b>		
Grant income received in advance	20,167,719	-
Less grant expenditure	(1,072,222)	-
	19,095,497	-

**NQ SPARK PTY LTD**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2024**

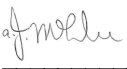
	2024 \$	2023 \$
<b>7. BORROWINGS</b>		
<b>CURRENT</b>		
Loan - Townsville City Council	-	300,000
	-	300,000
	-	300,000
<b>8. ISSUED CAPITAL</b>		
Fully paid ordinary shares	2	-
	2	-
	2	-
<b>9. TRANSACTIONS WITH RELATED PARTIES</b>		
<b>a. Transactions with Townsville City Council</b>		
Materials and other services provided by Council	(98,099)	158,946
Loan payable to Council	300,000	(300,000)
	201,901	(141,054)
	201,901	(141,054)
<b>b. Outstanding balances</b>		
Other payables to Council	62,602	(174,097)
Loan payable to Council	-	(300,000)
	62,602	(474,097)
	62,602	(474,097)
<b>c. Board remuneration</b>		
Remuneration for the board members was agreed to on 14/02/2024. The agreed amounts are outlined below.		
	<b>Annual</b>	
<b>Board Member &amp; Position</b>	<b>Remuneration</b>	
John Caligari - Chair	38,850	
Mick Reilly - Deputy Chair	27,750	
Tony Mooney - Member	16,650	
Jenny Seddon - Member	16,650	
	99,900	
Remuneration paid	54,112	-
Remuneration accrued	45,788	-
Total board remuneration expense for the financial year	99,900	-
	99,900	-
<b>Other amounts paid to directors</b>		
PARARE Consulting Pty Ltd (Mick Reilly)	84,665	-
	84,665	-
	84,665	-

**NQ SPARK PTY LTD  
DIRECTOR'S DECLARATION**

The director has determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In accordance with a resolution of the director of Nq Spark Pty Ltd, the director of the company declares that:

1. The financial statements and notes which comprise the statement of financial position as at 30 June 2024, the statement of profit or loss for the year then ended, a summary of significant accounting policies and other explanatory notes presents fairly the company's financial position as at 30 June 2024 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
  
2. In the director's opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

**Director**   
\_\_\_\_\_

**Dated:** 11-Feb-2025

## AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of NQ Spark Pty Ltd

This auditor's independence declaration has been provided pursuant to s.307C of the *Corporations Act 2001*.

### **Independence declaration**

As lead auditor for the audit of NQ Spark Pty Ltd for the financial year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.



Sri Narasimhan  
as delegate of the Auditor-General

11 February 2025

Queensland Audit Office  
Brisbane

## INDEPENDENT AUDITOR'S REPORT

To the Members of NQ Spark Pty Ltd

### Report on the audit of the financial report

#### Opinion

I have audited the accompanying financial report of NQ Spark Pty Ltd.

The financial report comprises the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements including material accounting policy information, and the directors' declaration.

In my opinion, the financial report:

- a) gives a true and fair view of the company's financial position as at 30 June 2024, and its financial performance for the year then ended; and
- b) complies with Australian Accounting Standards – Simplified Disclosures.

#### Basis for opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of my report.

I am 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 (including Independence Standards)* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

I am also independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001*, and 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### Responsibilities of the Directors for the financial report

The company's directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Corporations Act 2001*, the Corporations Regulations 2001 and Australian Accounting Standards, and for such internal control as the company's directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

The company's directors are also responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.



### **Auditor's responsibilities for the audit of the financial report**

My 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 my 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 my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

[https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf)

This description forms part of my auditor's report.



Sri Narasimhan  
as delegate of the Auditor-General

14 February 2025

Queensland Audit Office  
Brisbane