

THE RACING LEAGUE 2020 – TEAM ROGUES

ARSN 643 761 620

FINANCIAL REPORT

For the Period Ended 30 June 2021

The Racing League 2020 – Team Rogues
FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

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The Racing League 2020 – Team Rogues
RESPONSIBLE ENTITY DIRECTORS' REPORT FOR THE PERIOD ENDED 30 JUNE 2021

The directors of the Responsible Entity ("RE") present their report, together with the financial statements, on The Racing League 2020 – Team Rogues ("the Scheme") for the period ended 30 June 2021. Sire Custodians Ltd is the Responsible Entity ("RE") of the Scheme.

Directors

The following persons were directors of the RE for the period ended 30 June 2021 and up to the date of this report, unless otherwise stated:

John Francis Coughlan
Linda Ann Fleiter
Niall Patrick Power (Deceased February 2021)
Anthony Brian Fleiter (Appointed February 2021)

Principal Activities

During the period ended 30 June 2021 the principal continuing activities of the Scheme involved the racing of thoroughbred horses.

Capital Injected / Withdrawn

Capital Injected into the Scheme at 30 June 2021 was \$664,212. There were no withdrawals during the period and no dividends or distributions paid or payable.

Review of Operations

The value of the Scheme's net assets at 30 June 2021 was \$473,745

The loss of the Scheme after providing for income tax amounted to \$190,467

The RE has no legal or beneficial interest in any units in the Scheme or any horse owned by the Scheme.

Fees paid to the RE and its associates during the period ended 30 June 2021 amounted to \$15,492.

The movement in units on issue in the Fund during the period is disclosed in Note 8 to the financial statements.

Likely developments and expected results of operations

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

Significant changes in the state of affairs

The Racing League 2020 – Team Rogues scheme was created in August 2020 with the signing of the constitution. It commenced its activities in January 2021 when the minimum number of subscriptions, as required under the PDS was achieved and the purchase of three yearlings at the Magic Millions Sales on the Gold Coast.

Environmental regulation

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

The Racing League 2020 – Team Rogues
RESPONSIBLE ENTITY DIRECTORS' REPORT FOR THE PERIOD ENDED 30 JUNE 2021

Qualifications and Experience of Directors

Name	Qualification	Experience
John Francis Coughlan	B.Ec; FCA	Non-Executive Chairman John has held various management and regulatory positions within the Australian Thoroughbred, Harness and Greyhound Industries, including Chief Executive - Queensland Principal Club, Chief Executive - Greyhound and Harness Racing Regulatory Authority, Chief Financial Executive - Australian Jockey Club, Finance Manager – Sydney Turf Club. He is currently Chairman - Finance, Operations and Risk Management - Odyssey House and a Director of Highclere Thoroughbred Racing Australia Ltd. He is a former Chairman of Odyssey House, Australian Physie and Dance Association Pty Ltd, NSW State Congress of CPA's and Finance Committee, Trustees of the Sisters of Mercy.
Linda Ann Fleiter		Director Linda is the IT Manager and advisor at the Responsible Entity. She has over 15 years' experience in the syndication and management of thoroughbred horses.
Niall Patrick Power		Director – Company Secretary (Deceased February 2021) Niall operated his own IT company which had a thoroughbred industry focus. He had 30 years' experience working in various positions in the thoroughbred industry, including as manager of commercial stud farms in Ireland and Australia.
Anthony Brian Fleiter	B.Ec., LL.B	Director – Company Secretary (Appointed February 2021) Tony is the Chief Executive Officer at the Responsible Entity. He has more than 40 years experience in the syndication and management of thoroughbred horses. He is also the principal of Macquarie Legal Practice and specialises in providing legal advice to thoroughbred industry participants nationally in relation to the syndication of thoroughbred horses. He has a sound knowledge of how the thoroughbred industry operates both throughout Australia and internationally. He was general manager of Dalgety Bloodstock International from 1984 to 1993 and during that period was for 7 years a member of Council of Marcus Oldham Agricultural College and for 3 years President of the Federation of Bloodstock Agents Limited.

The Racing League 2020 – Team Rogues
RESPONSIBLE ENTITY DIRECTORS' REPORT FOR THE PERIOD ENDED 30 JUNE 2021

Meetings of Directors

For the period ended 30 June 2021, there were 11 meetings of directors. Directors' attendance at meetings was as follows:

John Coughlan – 11 meetings

Linda Fleiter – 11 meetings

Niall Power – 6 meetings (Deceased February 2021)

Anthony Fleiter – 4 meetings (Appointed February 2021)

Meetings of Unit Holders

For the period ended 30 June 2021 there were no meetings of Unit Holders held.

Matters subsequent to the period ended 30 June 2021

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has not negatively affected the Scheme up to 30 June 2021, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the Scheme's operations, the results of those operations, or the Scheme's state of affairs in future financial years.

Indemnifying Officer and Auditor

No indemnities have been given, or agreed to be given, or insurance premiums paid, or agreed to be paid, during the period ended 30 June 2021 or since the end of the period, to any person who is, or has been, an officer of the RE.

The Scheme has agreed to indemnify their auditors, UHY Haines Norton Sydney, to the extent permitted by law.

Rounding of amounts

The amounts contained in this report and in the financial report have been rounded to the nearest dollar (where rounding is applicable) under the option available to the Scheme under ASIC Instrument 2016/191. The Racing League 2020 – Team Rogues is an entity to which this instrument applies.

Auditor's Independence Declaration

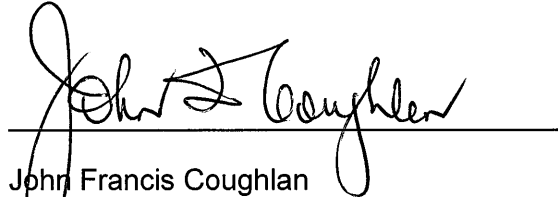
A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on the following pages.

Auditor

UHY Haines Norton continues in office in accordance with section 327 of the *Corporations Act 2001*.

This report is made in accordance with a resolution of the directors of the responsible entity, pursuant to section 298(2)(a) of the *Corporations Act 2001*.

On behalf of the Sire Custodians Ltd as the of the responsible entity of the Scheme



John Francis Coughlan
Chairman

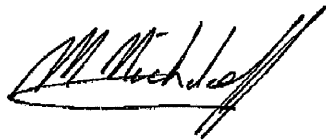
Date: 10 November 2021
Sydney

Auditor's Independence Declaration under section 307C of the *Corporations Act 2001*

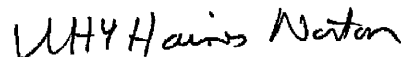
To the Directors of Sire Custodians Ltd, as Responsible Entity for The Racing League 2020 - Team Rogues

As lead auditor for the audit of The Racing League 2020 - Team Rogues for the period ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

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



Mark Nicholaeff
Partner



UHY Haines Norton
Chartered Accountants

Signed at Sydney on 10 November 2021

The Racing League 2020 – Team Rogues
FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

GENERAL INFORMATION

The financial report covers The Racing League 2020 – Team Rogues (“the Scheme”) as an individual entity. The financial report is presented in Australian Dollars, which is the Scheme’s functional and presentational currency.

The financial report consists of the financial statements, notes to the financial statements and the Responsible Entity Directors’ Declaration.

The Racing League 2020 – Team Rogues is a managed investment scheme registered with the Australian Securities and Investments Commission (“ASIC”).

Sire Custodians Ltd is the Responsible Entity (“RE”) of the Scheme. The registered office and principal place of business of the RE is:

Suite 203, Level 2
66 Berry Street
North Sydney NSW 2060

Postal: PO Box 299
North Sydney NSW 2059

Email: advisory@sirecustodians.com.au

The Racing League Pty Ltd is the manager of the Scheme

A description of the nature of the Scheme’s operations and its principal activities is included in the director’s report.

The financial report was authorised for issue, in accordance with a resolution of the directors of the Responsible Entity on 10 November 2021. The directors have the power to amend and reissue the financial report.

**The Racing League 2020 – Team Rogues
FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2021**

	<u>Note</u>	<u>2021</u> \$
Revenue	3	9,533
Expenses	4	<u>(200,000)</u>
Loss before income tax		(190,467)
Income tax expense		<u>-</u>
Loss after income tax		-
Other comprehensive income, net of tax		-
		<u>-</u>
Total Comprehensive loss for the period attributable to the Unit Holders in the Scheme		<u>(190,467)</u>

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

The Racing League 2020 – Team Rogues
FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

	<u>Note</u>	<u>2021</u> \$
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	5	4,188
TOTAL CURRENT ASSETS		<u>4,188</u>
NON CURRENT ASSETS		
Horse Investments	6	665,500
TOTAL NON CURRENT ASSETS		<u>665,500</u>
TOTAL ASSETS		<u>669,688</u>
LIABILITIES		
CURRENT LIABILITIES		
Trade and Other Payables	7	195,943
TOTAL CURRENT LIABILITIES		<u>195,943</u>
TOTAL LIABILITIES		<u>195,943</u>
NET ASSETS		<u>473,745</u>
EQUITY		
Unitholders' Capital	8	664,212
Retained Earnings	8	(190,467)
		<u>473,745</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

The Racing League 2020 – Team Rogues
FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2021

	Unit Holders' Capital \$	Retained Earnings \$	Total Equity \$
Balance at 1 July 2020	-	-	-
Loss for the period	-	(190,467)	(190,467)
Other comprehensive income for the period, net of tax	-	-	-
Total comprehensive income for the period	-	-	-
<i>Transactions with Unitholders in their capacity as Unitholders:</i>			
Injection of Equity	664,212	-	664,212
Balance at 30 June 2021	<u>664,212</u>	<u>(190,467)</u>	<u>473,745</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes.

The Racing League 2020 – Team Rogues
FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2021

	<u>Note</u>	<u>2021</u> \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers		9,533
Payments to Suppliers		(181,920)
Net cash used in Operating Activities	10	<u>(172,387)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital injected		665,212
Net cash from Financing Activities		<u>665,212</u>
CASH FLOWS USED IN INVESTING ACTIVITIES		
Investment in Scheme Assets		(488,637)
Net Cash used in Investing Activities		<u>(488,637)</u>
Net increase/(decrease) in cash		4,188
Cash at the beginning of the period		-
Cash at the end of the period	5	<u><u>4,188</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

1. The Racing League 2020 – Team Rogues

The Racing League 2020 – Team Rogues scheme was created in August 2020 with the signing of the constitution. It commenced its activities in January 2021 with the purchase of three yearlings at the Magic Millions Sales on the Gold Coast, and when the scheme had reached the minimum number of subscriptions as required under the PDS.

The Racing League 2020 – Team Rogues is a managed investment scheme (“the Scheme”) undertaking currently regulated by the provisions of The Racing League 2020 – Team Rogues Constitution dated 24 August 2020.

The Scheme is structured as an unlisted unit trust. The Responsible Entity accepts money from different investors which is pooled and collectively used to acquire the horses. The Scheme levies are used to meet the costs of the operation of the Scheme.

The beneficial interest in the Scheme is divided into Units. Each Unit confers on the holder of that Unit (Unit Holder) an undivided interest in the assets of the Scheme in the same proportion as that Unit number bears to the total number of Units on issue. However, a Unit does not confer on the Unit Holder any entitlement to any particular asset of the Scheme or to any of the assets.

The Unit Holders of a particular Class:

- (a) benefit from racing the specific horse referable to that Class, including a proportion of any prize money earned from racing the Horse and any sale proceeds which may be realised if or when it is sold; and
- (b) are responsible for all costs and expenses associated with:
 - (i) acquiring, maintaining, training and racing the horse; and
 - (ii) operating the Scheme attributable to that particular Class.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board (“AASB”) and the *Corporations Act 2001*. The Scheme is a for-profit entity for the purpose of preparing the financial statements.

These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IASB”).

(i) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for, where applicable financial assets and liabilities through profit or loss.

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(ii) New and amended standards adopted by the Scheme

The RE has applied all new standards and amendments that are applicable for the first time for the annual reporting commencing 1 July 2020. The adoption of the new standards did not have any impact on the current period or any prior period (as not formed or operational) and is not likely to affect future periods.

(iii) New standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2021 reporting periods and have not been early adopted by the RE. There are no other standards that are not yet effective and that would be expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

b) Income Tax

Under current income tax legislation the Scheme is not liable to pay income tax as the net income of the Scheme is assessable in the hands of the beneficiaries (the unitholders) who are 'presently entitled' to the income of the Scheme.

As a result, deferred taxes have not been recognised in the financial statements in relation to differences between the carrying amount of assets and liabilities and their respective tax bases, including taxes on capital gains which could arise in the event of a sale of investments for the amount at which they are stated in the financial statements. In the event that taxable gains are realised by the Scheme, these gains would be included in the taxable income that is assessable in the hands of the unitholders as noted above.

Realised capital losses are not distributed to unitholders but are retained within the Scheme to be offset against any realised capital gains. The benefit of any carried forward capital losses are generally not recognised in the financial statements, on the basis that the Scheme is a flow through trust for Australian tax purposes. If in any period realised capital gains exceed realised capital losses, including those carried forward from earlier periods and eligible for offset, the excess is included in taxable income that is assessable in the hands of unitholders in the period and is distributed to unitholders in accordance with the requirements of the Scheme Constitution.

c) Cash

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand and cash at bank.

d) 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 the entity'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.

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

d) Current and non-current classification (cont'd)

A liability is classified as current when: it is either expected to be settled in the entity'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.

e) Trade and other payables

These amounts represent liabilities for goods and services provided to the entity prior to the end of the financial period and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

f) Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

g) Goods and Services Tax (GST)

It has been determined that the Scheme is not carrying on a business, instead it is in the nature of a private recreational pursuit or hobby. Therefore, it is not eligible, nor required, to register for GST. Due to this, all revenues, expenses and assets are recognised including the GST.

Receivables and payables are stated inclusive of the amount of GST receivable or payable and cash flows are presented on a gross basis.

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

h) Revenue

A merchant fee of 1.75% is charged on all amounts collected in respect of Unit Sales and Subscription Fees. This merchant fee is to offset the transaction fees incurred by the Scheme in the processing of the Unit Holder transactions.

Revenue is recognised at the time the funds are received into the Racing League 2020 – Team Rogues Bank accounts.

i) Impairment

At each reporting date, the Scheme reviews the carrying value of assets to determine whether there is any indication that those assets have been impaired. If such an indication exists and the assets carrying value exceeds the recoverable amount, such excess is expensed to the statement of comprehensive income.

j) Capital Contributions

Each Unit Holder pays a monthly capital contribution and is recognised at the time the funds are received into The Racing League 2020 – Team Rogues Bank Account.

k) The Racing League 2020 – Team Rogues Equity Balances

The Scheme Equity balance reflects the total capital that has been injected into the Scheme by its Unit holders less the total capital paid to those Unit Holders. The profit and loss for the Scheme is included in its equity balance.

l) Investment in Horses

The carrying value of the investment in a horse is the cost price. This value will be maintained for the duration of the racing career of the horse. When a horse is retired the value will be expensed to the statement of profit or loss and comprehensive income.

3. REVENUE

	<u>2021</u>
	\$
Transaction Fees Recovered	9,533
	<u>9,533</u>

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

4. EXPENSES

2021

\$

Loss has been determined after:

Expenses:

Ongoing fees to RE	6,967
Establishment Fee to RE	8,525
Audit Fees	6,233
Management Fees payable to Scheme Manager	103,500
Bank Fees	10,154
Horse maintenance & training expenses	64,621

200,000

5. CASH AND CASH EQUIVALENTS

2021

\$

Cash at Bank

4,188

4,188

6. HORSE INVESTMENTS

2021

\$

Fastnet Rock ex Alice Island	236,500
Flying Artie ex Laylia	198,000
Hellbent ex Queen of Kandy	231,000

665,500

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

7. TRADE and OTHER PAYABLES

	<u>2021</u> \$
Related to Horse Investments	
Trade Creditors	177,863
Not related to Horse Investments	
Trade Creditors	11,847
Accrued Expenses	6,233
	195,943

8. UNIT HOLDER EQUITY

	30-Jun-21 Number	30-Jun-21 \$
Opening Balance @ 01.07.20	-	-
Applications	3,077	615,573
Redemptions	(544)	(108,800)
Units Issued Upon reinvestment of distributions	-	-
Injections of Capital (Subscription Fees)	-	157,439
Distributions paid and payable	-	-
Profit/(Loss) for the period	-	(190,467)
Closing Balance	2,533	473,745

9. RELATED PARTY DISCLOSURES

a) The Constitution

The Scheme is operated by Sire Custodians Limited ("the Responsible Entity") in accordance with the provisions of the Constitution.

The Responsible Entity acts as the responsible entity of the Scheme and custodian of the Scheme Assets.

Scheme Assets means all the property, rights and income of the Scheme, including the Horses and Cash.

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

9. RELATED PARTY DISCLOSURES cont.

b) Directors

The below people were directors of the Responsible Entity, for the period ended 30 June 2021 unless stated otherwise.

John Francis Coughlan
Linda Ann Fleiter
Niall Patrick Power (Deceased February 2021)
Anthony Brian Fleiter (Appointed February 2021)

b) Responsible Entity

An establishment fee is payable to the Responsible Entity to set up the Scheme, and an ongoing fee is payable to the Responsible Entity for the proper performance of its duties in relation to the Scheme.

The following fees have been paid to the Responsible Entity and/or related entities.

	<u>2021</u>
Ongoing fees to RE	6,967
Establishment Fee to RE	8,525
	<u>15,492</u>

d) The Racing League Pty Ltd the Manager of the Scheme. The following transactions between the Manager and the Scheme have taken place:

- Remuneration by way of a Management fee for its costs in Managing the Scheme, in accordance with the PDS.

	<u>2021</u>
Management Fee Paid	103,500
	<u>103,500</u>

- Investment in Units in the Scheme

	<u>2021</u>
Interest in the Scheme @ 30 June 2021	105,200
	<u>105,200</u>

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

10. CASH FLOW INFORMATION

Reconciliation of loss after income tax to net cash from operating activities
2021

Loss from ordinary activities after income tax (190,467)

Change in Assets and Liabilities:

(Increase) in Receivables

Increase in Payables/Accruals (non investment related) 18,080

Net cash used in operating activities **(172,387)**

11. COMMITMENTS FOR EXPENDITURE

There are no commitments for expenditure as at reporting date.

12. FINANCIAL RISK MANAGEMENT

The Responsible entity monitors the risks associated with the horses via conversations with the Manager, and reviewing each horse's race performances and race results, which are available from numerous online sources. The Responsible entity also monitors the financial performance of the scheme (Income/prize money) and the amount of monthly levy payments to ensure that unit holders are paying their levies and that the scheme is liquid and solvent.

(a) Market Risk

The Scheme is neither exposed to foreign exchange risk, equity securities price risk nor to cash flow or fair value interest rate risk.

(b) Credit Risk

Credit risk arises from cash and cash equivalents, deposits with banks and financial institutions, as well as credit exposures from outstanding service fees and other receivables.

The maximum exposure to credit risk, excluding the value of collateral or other security, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

(i) Risk Management

Credit risk is managed by the Responsible Entity

**The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021**

12. FINANCIAL RISK MANAGEMENT (cont.)

(ii) Credit quality

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about counterparty default rates.

2021
\$

Cash at bank and short-term bank deposits:

Aa3 (Moody's)	4,188
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(c) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding. The Constitution contains the provisions which entitle the Scheme manager to require the Unitholders of a Class to contribute proportionately to the Scheme to cover the expenses of that Class. Further, the Scheme Manager is entitled to retain the income or other monies received on behalf of the Unitholders by the Scheme that are required to pay or reimburse the Scheme Manager for all fees and expenses properly earned or incurred in relation to the Scheme.

(i) Maturities of financial liabilities

The table below analyses the scheme's financial liabilities into relevant maturity groupings based on their contractual maturities for all financial liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Contractual maturities of financial liabilities	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total contractual cash flows
	\$	\$	\$	\$	\$
At 30 June 2021					
Trade and other payables	195,943	-	-	-	195,943

13. FAIR VALUE DISCLOSURES

For all financial assets and liabilities, the net fair value approximates their carrying values.

The Racing League 2020 – Team Rogues
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2021

14. REMUNERATION OF AUDITORS

During the period ended 30 June 2021, the following fees were paid or are payable for services provided by accounting firm *UHY Haines Norton*, the auditor of the Scheme.

	<u>2021</u>
	\$
<i>Audit Services – UHY Haines Norton</i>	
Audit of the financial report and compliance plan	<u>6,233</u>
	<u><u>6,233</u></u>

15. EVENTS OCCURING AFTER THE REPORTING DATE

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has not negatively affected the Scheme up to 30 June 2021, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the Scheme's operations, the results of those operations, or the Scheme's state of affairs in future financial years

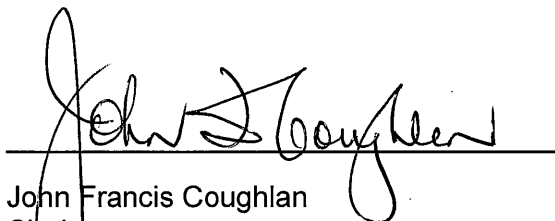
**Responsible Entity's Directors' Declaration
The Racing League 2020 – Team Rogues**

In the opinion of the directors of *Sire Custodians Ltd*, the Responsible Entity of the Scheme:

- The attached financial statements and notes thereto comply with the *Corporations Act 2001*, the Australian Accounting Standards as described in note 2 to the financial statements, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- The attached financial statements and notes thereto comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in Note 2 to the financial statements;
- The attached financial statements and notes thereto give a true and fair view of the financial position as at 30 June 2021 and of its performance for the period ended on that date; and
- There are reasonable grounds to believe that the Scheme will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors of the Responsible Entity made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



John Francis Coughlan
Chairman

Date: 10 November 2021

Sydney

INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of Sire Custodians Ltd's Managed Investment Scheme

Opinion

For the following Sire Custodians Ltd's managed investment scheme

- The Racing League 2020 - Team Rogues ("the Scheme")

We have audited the financial report of the Scheme, which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period then ended, notes to the financial statements including a summary of significant accounting policies and the responsible entity directors' declaration.

In our opinion, the accompanying financial report of The Racing League 2020 - Team Rogues is in accordance with the *Corporations Act 2001*, including:

- 1) giving a true and fair view of the Scheme's financial position as at 30 June 2021 and of its financial performance for the period then ended; and
- 2) complying with Australian Accounting Standards to the extent described in Note 2, and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standard Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Information

The directors of Sire Custodians Ltd as the responsible entity of the scheme are responsible for the other information. The other information comprises the information included in the responsible entity director's report for the period ended 30 June 2021, 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 regard.

Responsibilities of the Directors for the Financial Report

The directors of Sire Custodians Ltd as the responsible entity of the scheme are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 2 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Scheme'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 the directors either intend to liquidate the Scheme or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

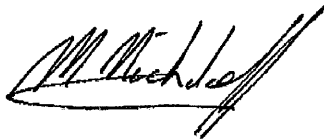
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with 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 basis for our opinion. The risk of not detecting material misstatement resulting from fraud is higher than for one resulting 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 Scheme's internal control.

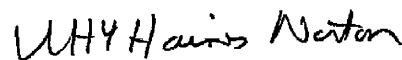
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme'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 Scheme to cease to continue as a going concern.
- Evaluate the overall 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.



Mark Nicholaeff
Partner

Sydney
10 November 2021



UHY Haines Norton
Chartered Accountants