SUPER IP PTY LTD

ABN 70 116 802 058
AND CONTROLLED ENTITIES

FINANCIAL REPORT

YEAR ENDED 30 JUNE 2013

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Super IP Pty Ltd is a Small Proprietary Company incorporated and domiciled in Australia.

Registered Office
SUPER IP Pty Ltd
Level 3, 228 Pitt Street
SYDNEY NSW 2000
Telephone 1300 851 057

DIRECTORS' REPORT

Your Directors submit the financial report for the consolidated entity consisting of Super IP Pty Ltd, Class Super Pty Ltd and Class Investment Reporter Pty Ltd for the year ended 30 June 2013.

Directors

The Directors in office during or since the end of the financial year are:

- Alfred Marishel (Appointed 12 October 2006)
- Roderick Kibble (Appointed 12 October 2006)
- Richard George Barber (Appointed 12 October 2006)
- Barry Martin Lambert (Appointed 11 November 2008)
- Kevin Edward Wyld (Appointed 11 November 2008)
- Rajarshi Ray (Appointed 11 November 2008)

Principal Activities

The principal activities of the Group during the year were to act as an Australian Financial Services Licensee and the developer and distributor of the Class Super and Class Investment Reporter Software.

Operating Result

The operating result of the Group after providing for income tax for the year ended 30 June 2013 was a loss of $192,074 (2012:$ 2,550,668 loss).

Dividends

There were no dividends paid during the financial year and no dividends proposed or payable at balance date. A final dividend for the 2013 financial year was declared on 18 July 2013 as per note 22.

Review of Operations

During the year the Company continued the rollout of the Class Super (under Class Super P/L) for its SMSF product, and established a new entity Class Investment Reporter (under CIR P/L) for its portfolio management and reporting product. Combined sales resulted in the consolidated entity recording a positive EBITDA ($640,000). The Board believes that the current growth trajectory of the business confirms the long term prospects of Class in the market.

The Company intends to increase the distribution base for the product via the website and entering into distribution and referral arrangements with other parties.

The Company undertook a strategic placement with CountPlus (ASX: CUP) through the year in order to support IPO aspirations in 2016 and paid a maiden dividend of $0.005 on 30 September 2013.

Significant Changes in State of Affairs

During the financial year there was no significant change in the state of affairs of the Company other than that referred to in the financial statements or notes thereto.

Significant After Balance Date Events

There were no significant after balance date events other than those disclosed in Note 25.

Likely Developments

Disclosure of information regarding likely developments in the operations of the Company in future financial years and the expected results of those developments is likely to result in unreasonable prejudice to the Company. Accordingly, this information has not been disclosed in this report.

Environmental Regulations

The Company's operations are not regulated by any law of the Commonwealth or of a State or a Territory.

Proceedings on behalf of the Company

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the Corporations Act 2001.

Indemnity and Insurance of Officers

The Company indemnifies all current and former Officers of the Company against any liability to another person (other than the Company or its related bodies corporate) unless the liability arises out of conduct involving lack of good faith.

The Company also indemnifies all current and former Officers of the Company against any liabilities or expenses incurred in defending proceedings except proceedings in which the person is found guilty or which arise out of conduct involving lack of good faith.

During the year ended 30 June 2013 the Company paid a premium of $6,235 (2012:$ 7,523) to insure the Officers of the Group.

The Officers of the Company are:

Alfred Marishel	Non-Executive Director
Roderick Kibble	Non-Executive Director
Richard George Barber	Executive Director
Barry Martin Lambert	Non-Executive Director
Kevin Edward Wyld	Non-Executive Director
Rajarshi Ray (1)	Chief Executive Officer, Executive Director & Company Secretary
Glenn Day	Chief Financial Officer & Company Secretary

Note 1: The Board appointed Messrs Ray to acting Chief Executive Officer role in July 2011.

The liabilities insured include costs and expenses that may be incurred in defending civil and criminal proceedings that may be brought against the Officers in their capacity as Officers of the consolidated entity.

Indemnity and Insurance of Auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company of any related entity.

Auditor's Independence Declaration

A copy of the auditor's independence declaration under section 307C of the *Corporations Act 2001* in relation to the audit for the financial year has been received and can be found on page 4 of the financial report.

Signed in accordance with a resolution of the Directors made pursuant to section 298(2) of the *Corporations Act 2001*.

Rajarshi Ray
Director
Sydney, 31 October 2013

Richard Barber
Director

CRISPIN & JEFFERY
CHARTERED ACCOUNTANTS

PARTNERS:
JONATHAN R BLAKE
MARK G ARTHUR
WILLIAM R MATLEY

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SUPER IP PTY LTD AND CONTROLLED ENTITY
A.B.N. 70 116 802 058

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

TO THE DIRECTORS OF SUPER IP PTY LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2013 there have been:

(i) No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(ii) No contraventions of any applicable code of professional conduct in relation to the audit.

Crispin & Jeffery
Chartered Accountant

Level 2
Neutral Bay, NSW, 2089

Mark G Arthur

Neutral Bay

Dated this 31st **day of** October **2013**

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2013

	Note	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Continuing operations					
Revenue	2	5,564,861	3,104,939	3,591,334	1,906,469
Administration Expenses	3	(478,992)	(388,992)	(148,524)	(85,291)
Employee Benefits Expenses		(3,974,095)	(3,470,443)	(1,869,064)	(1,661,324)
Product and Selling Costs		(204,555)	(168,569)	-	-
Occupancy Costs	3	(139,344)	(96,415)	(32,389)	(61)
Marketing Costs		(136,967)	(108,806)	(174)	(4,188)
Financing Costs	3	(66,871)	(30,943)	(66,871)	(30,943)
Amortisation and Depreciation Expenses	3	(1,573,794)	(1,573,541)	(1,344,283)	(1,333,224)
Loss before income tax		**(1,009,757)**	**(2,732,770)**	**130,029**	**(1,208,562)**
Income Tax (Expense)/Benefit	4	817,683	182,102	821,229	182,102
Profit/(Loss) after income tax		(192,074)	(2,550,668)	951,258	(1,026,460)
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income for the year		**(192,074)**	**(2,550,668)**	**951,258**	**(1,026,460)**
Total Comprehensive Income for the year attributable to:					
Non-controlling Interest		(38,779)	(58,800)	-	-
Owners of the Parent Company		(153,295)	(2,491,868)	951,258	(1,026,460)
		(192,074)	**(2,550,668)**	**951,258**	**(1,026,460)**

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2013

	Note	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
CURRENT ASSETS					
Cash and Cash Equivalents	5	1,600,149	1,113,064	769,317	393,628
Trade and Other Receivables	6	631,398	367,036	908,699	674,176
Other	7	51,296	17,882	44,705	13,173
Tax Assets	4	184,931	181,510	188,777	181,510
TOTAL CURRENT ASSETS		2,467,774	1,679,492	1,911,499	1,262,487
NON-CURRENT ASSETS					
Plant and Equipment	8	291,422	78,359	257,309	42,100
Intangible Assets	9	1,881,776	3,073,496	1,645,073	2,636,650
Financial Assets	10	-	-	6,006,045	5,006,570
Deferred Tax Asset	13	632,752	-	632,452	-
TOTAL NON-CURRENT ASSETS		2,805,950	3,151,855	8,540,879	7,685,320
TOTAL ASSETS		**5,273,724**	**4,831,347**	**10,452,378**	**8,947,807**
CURRENT LIABILITIES					
Trade and Other Payables	11	1,064,264	596,611	837,745	451,231
Interest Bearing Liabilities	12	499,997	-	499,997	-
TOTAL CURRENT LIABILITIES		1,564,261	596,611	1,337,742	451,231
NON-CURRENT LIABILITIES					
Interest Bearing Liabilities	12	-	499,997	-	499,997
TOTAL NON-CURRENT LIABILITIES		-	499,997	-	499,997
TOTAL LIABILITIES		**1,564,261**	**1,096,608**	**1,337,742**	**951,228**
NET ASSETS		**3,709,463**	**3,737,739**	**9,114,635**	**7,996,579**
EQUITY					
Issued Capital	15	14,716,261	14,497,636	14,716,261	14,497,636
Retained Earnings		(11,761,565)	(10,626,630)	(6,338,091)	(6,338,091)
Profit Reserve		951,258	-	951,258	-
Other Reserves		(214,793)	(162,966)	(214,793)	(162,966)
Capital and Reserves attributable to owners of the Company		**3,691,161**	**3,708,040**	**9,114,635**	**7,996,579**
Non-controlling Interest		18,302	26,699	-	-
TOTAL EQUITY		**3,709,463**	**3,734,739**	**9,114,635**	**7,996,579**

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2013

Consolidated	Class A Shares	Class B Shares	Accumulated Losses	Profit Reserve	Share Based Payments Reserve	Non-controlling Interest	Total Equity
	$	$	$		$	$	$
Balance as at 30 June 2011	**16,500**	**14,071,722**	**(8,100,909)**	-	**(169,106)**	**51,646**	**5,869,853**
Shares issued during the year	-	409,414	-	-	-	-	409,414
Loss attributable to minority equity interest	-	-	-	-	-	(58,800)	(58,800)
Loss attributable to members of the parent entity	-	-	(2,491,868)	-	-	-	(2,491,868)
Net Allocation and vesting of shares	-	-	-	-	6,140	-	6,140
Dilution of Minority Interest in Subsidiary	-	-	(33,853)	-	-	33,853	-
Balance as at 30 June 2012	**16,500**	**14,481,136**	**(10,626,630)**	-	**(162,966)**	**26,699**	**3,734,739**
Shares issued during the year	-	218,625	-	-	-	-	218,625
Loss attributable to minority equity interest	-	-	-		-	(38,779)	(38,779)
Loss attributable to members of the parent entity	-	-	(1,104,553)	951,258	-	-	(153,295)
Net Allocation and vesting of shares	-	-	-		(51,827)	-	(51,827)
Dilution of Minority Interest in Subsidiary	-	-	(30,382)		-	30,382	-
Balance as at 30 June 2013	**16,500**	**14,699,761**	**(11,761,566)**	**951,258**	**(214,793)**	**18,302**	**3,709,463**

Parent Entity	Class A Shares	Class B Shares	Accumulated Losses	Profit Reserve	Share Based Payments Reserve	Total Equity
	$	$	$		$	$
Balance as at 30 June 2011	**16,500**	**14,071,722**	**(5,311,631)**		**(169,106)**	**8,607,485**
Shares issued during the year	-	409,414	-	-	-	409,414
Net Allocation and vesting of shares	-	-	-	-	6,140	6,140
Loss attributable to equity holders	-	-	(1,026,460)	-	-	(1,026,460)
Balance as at 30 June 2012	**16,500**	**14,481,136**	**(6,338,091)**	-	**(162,966)**	**7,996,579**
Shares issued during the year	-	218,625	-	-	-	218,625
Net Allocation and vesting of shares	-	-	-	-	(51,827)	(51,827)
Profit/(Loss) attributable to equity holders	-	-	-	951,258	-	951,258
Balance as at 30 June 2013	**16,500**	**14,699,761**	**(6,338,091)**	**951,258**	**(214,793)**	**9,114,635**

The above Statements of Changes of Equity should be read in conjunction with the accompanying notes

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2013

	Note	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers		5,817,543	3,214,127	3,824,352	1,768,981
Payments to Suppliers & Employees		(5,090,740)	(4,589,873)	(2,219,012)	(1,949,843)
Income Taxes Refund		181,510	238,375	181,510	238,375
Interest Received		21,047	23,225	3,368	6,973
Interest Paid & Other Costs of Finance		(65,764)	(2,507)	(65,764)	(2,507)
Net cash inflow from operating activities	18	**863,596**	**(1,116,653)**	**1,724,454**	**61,979**
CASH FLOWS FROM INVESTING ACTIVITIES					
Payments of Plant & Equipment		(262,764)	(64,706)	(253,543)	(30,860)
Capitalised Legal Costs		(2,100)	(641)	(2,100)	-
Payments for Software Development Costs		(312,272)	(935)	(312,272)	(935)
Payments for Trade Marks		(18,000)	-	-	-
Investment in Subsidiary		-	-	(999,475)	(1,005,150)
Net cash (outflow) from investing activities		**(595,136)**	**(66,282)**	**(1,567,390)**	**(1,036,945)**
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from Share Issues		218,625	409,414	218,625	409,414
Proceeds from Borrowings		-	499,997	-	499,997
Net cash (outflow) from investing activities		**218,625**	**909,411**	**218,625**	**909,411**
Net increase in cash & cash equivalents held		487,085	(273,524)	375,689	(65,555)
Cash & cash equivalents at the beginning of the year		1,113,064	1,386,588	393,628	459,183
Cash & cash equivalents at the end of the year	5	**1,600,149**	**1,113,064**	**769,317**	**393,628**

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Corporate Information

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. These financial statements also comply with Australian Equivalents to International Financial Statements as issued by the International Accounting Standards Board ('IASB')

The financial report of Super IP Pty Ltd for the year ended 30 June 2013 was authorised for issue in accordance with a resolution of the Directors on 31 October 2013 and covers Super IP Pty Ltd and its subsidiaries as required by the Corporations Act 2001.

The financial report is presented in the Australian currency. Super IP Pty Ltd is a private company limited by shares incorporated in Australia. The address of the registered office and principal place of business is Level 3, 228 Pitt Street, Sydney NSW 2000.

The following significant accounting policies have been adopted in the preparation and presentation of the financial report. They have been consistently applied unless otherwise stated.

Basis of Preparation

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

(a) Revenue Recognition

Fee and Commission revenue is recognised when the Company has performed the related service. Dividend income is recognised when the dividend has been declared for payment. Interest income, royalties and distributions from financial interests are recognised on an accruals basis.

(b) Trade and Other Payables

Trade payables including accruals not yet billed are recognised when the consolidated entity becomes obliged to make future payments as a result of the purchase of assets or services. These amounts are unsecured and have generally 30-day payment terms.

(c) Cash and Cash Equivalents

For the purpose of the Statements of Cash Flows, cash includes cash on hand, deposits held at call with a financial institution with original maturities of three months or less, net of bank overdrafts.

(d) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items and utilised tax losses. It is calculated using the tax rates that have been enacted or are substantially enacted at the balance date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit and loss.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity. Deferred income tax assets are recognised to the extent that it is probable that future profits will be available against which deductible temporary timing differences can be utilised.

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as cash flows from operating activities.

(f) Trade Receivables

Trade receivables are recognised at original invoice amounts less an allowance for uncollectible amounts and have repayment terms between 30 and 90 days. Collectability of trade receivables is assessed on an ongoing basis. Debts which are known to be uncollectible are written off. An allowance is made for doubtful debts where there is objective evidence that the Company will not be able to collect all amounts due according to the original terms. Objective evidence of impairment includes financial difficulties of the debtor, default payments or debts more than 120 days overdue. On confirmation that the trade receivable will not be collectible the gross carrying value of the asset is written off against the associated provision.

(g) Financial Instruments

(i) Recognition

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

(ii) Financial Assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Derivatives are also categorised as held for trading unless they are designated hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

(iii) Loans and receivables

Loan and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at the amortised cost using the effective interest rate method.

(iv) Financial liabilities

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

(v) Fair value

Fair value is determined based on the current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value of unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Subsidiary Companies

The parent entity's interest in subsidiaries is recognised at cost.

(i) Plant and Equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenses that are directly attributable to the acquisition of the items.

The residual values, useful lives and carrying amount of plant and equipment is reviewed annually by the Directors to ensure it is not in excess of recoverable amount. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The depreciable amount of all fixed assets and capitalised leased assets is calculated on a straight-line basis over their useful lives to the Company commencing from when the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Plant and Equipment	5% to 33%
Leased Plant and Equipment	33%

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than the recoverable amount.

An item of plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Company. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement.

(j) Intangibles

Software and Website Development

Expenditure during the research phase of a project is recognised as an expense when incurred. Development costs are capitalised only when technically feasibility studies identify that the project will deliver future economic benefits and these benefits can be measured reliably.

Development costs have a finite life and are amortised on a systematic basis matched to the future economic benefits over the useful life of the project.

The amortisation rates used for each class of Intangible assets are:

Software Development	20%
Website Development	20%

Impairment

At each reporting date, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over it recoverable amount is expensed to the income statement.

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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Share-based Payments

The Group operates equity-based payment employee share and non-executive director schemes. The fair value of the shares to which the party becomes entitled is measured at the grant date with a corresponding increase to equity and recognised as an expense over the vesting period. The number of shares expected to vest is reviewed and adjusted each financial year such that the amount recognised for services received as consideration for the shares granted shall be based on the number of shares that eventually vest.

Share-based payment transactions, including with employees or other parties to be settled in cash, other assets or equity instruments of the Company are recognised in the entity's financial statements.

(l) Employee Benefits

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months of reporting date are recognised in current liabilities in respect of employees' services up to the reporting data and are measured at the amount expected to be paid when the liabilities are settled, plus on costs. Employee benefits expected to be paid later than one year have been measured at the present value of the estimated future cash flows to be made to those benefits.

In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data.

Long Service Leave
Liabilities for long service leave are recognised as part of the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees to the end of the reporting period. Consideration is given to expected future salaries and wages levels, experience of employee departures and period of service. Expected future payments are discounted using national government bond rates at the end of the period with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

(m) Principles of Consolidation

Super IP Pty Ltd and its subsidiaries, Class Super Pty Ltd and Class Investment Reporter Pty Ltd together are referred to in these financial statements as the Group or the consolidated entity. Subsidiaries are entities over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one-half of the voting rights. A list of subsidiaries is contained in Note 16 to the financial statements.

Where subsidiaries have entered or left the consolidated entity during the year or comparative year, their operating results have been included form the date control was obtained or until the date control ceased. The effects of all transactions between entities in the consolidated entity are eliminated in full.

(n) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial report 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 externally and within the Company.

Key estimates — Impairment
The company assesses impairment at each reporting date by evaluating conditions specific to the entity that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(n) Critical Accounting Estimates and Judgements (continued)

Key estimates — Impairment (continued)

The recoverable amount of cash-generating units (CGU's) is based on value in use calculations. Value-in-use is calculated based on the present value of cash flow projections over a five year period.
The cash flow projections are based on the following years approved budget and extrapolated for a further four years using an estimated growth on the basis of management's expectations around the company's continued ability to capture market share from competitors. The calculations determined the assets were not impaired with the value in use of the assets exceeding the carrying amount of $8,540,879. The Cash flows are discounted at a pre-tax rate of 11.42% (2012: 10.69%).

(o) New Accounting Standards and interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Company for the annual reporting period ended 30 June 2013. The Company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the Group are set out below.

Reference	Title	Summary	Application date of Standard	Impact	Application date for Company
AASB 9 (December 2010)	Financial Instruments	AASB 9 amends the classification and measurement of financial assets. The effect on the entity will be that more assets may be held at fair value and the need for impairment testing has been limited to financial assets held at amortised cost only. Minimal changes have been made in relation to the classification and measurement of financial liabilities, except that the effects of 'own credit risk' are recognised.	31 December 2015	The Group has yet to assess the impact that the standard is likely to have on the Financial Statements of the Group.	1 July 2016
AASB 10	Consolidated Financial Statements	Introduces a revised definition of control which w11! apply to all investees to determine the scope of consolidation. Traditional control assessments based on majority ownership of voting rights will rarely be affected. However, 'borderline' consolidation decisions w1U need to be reviewed and some will need to be changed taking into consideration potential voting rights and substantive rights.	31 December 2013	The Group has yet to assess the impact that the standard is likely to have on the Financial Statements of the Group.	1 July 2014
AASB 12	Disclosure of Interests in Other Entities	AASB 12 combines the disclosure requirements for subsidiaries, joint arrangements, associates and structured entities within a comprehensive disclosure standard. It aims to provide more transparency on 'borderline' consolidation decisions and enhance disclosures about unconsolidated structures entities in which an investor or sponsor has involvement.	31 December 2013	The Group has yet to assess the impact that the standard is likely to have on the Financial Statements of the Group.	1 July 2014
AASB 13	Fair Value Management	AASB 13 has been issued to: - establish a single source of guidance for all fair value measurements; - clarify the definition of fair value and related guidance; and - enhance disclosures about fair value measurements (new disclosures increase transparency about fair value measurements, including the valuation techniques and inputs used to measure fair value}.	31 December 2013	The Group has yet to assess the impact that the standard is likely to have on the Financial Statements of the Group.	1 July 2014

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
2. REVENUE				
Revenue				
Software Licence Fees	5,271,665	2,881,860	-	-
Royalties	-	-	3,537,576	1,899,498
Fees for Rendering of Services	181,725	158,747	50,000	-
Bank Interest Received	21,436	23,365	3,758	6,971
Commissions & Referral Fees	90,035	40,967	-	-
Total Revenue	5,564,861	3,104,939	3,591,334	1,906,469

3. LOSS BEFORE INCOME TAX

Profit/(Loss) before income tax includes the following specific expenses:

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Product & Selling Costs				
Referral Fees	205,102	160,297	-	-
Bad Debts	(546)	8,272	-	-
Employee Benefits Expenses				
Salaries & Wages	3,215,861	2,656,129	3,206,774	2,647,251
Consultant Fees	163,476	178,602	76,624	178,602
Occupancy Costs				
Rental Expenses relating to Premises	113,487	76,330	30,789	-
Financing Costs				
Interest on Convertible Notes	66,871	30,943	66,871	30,943
Amortisation & Depreciation Expenses				
Depreciation	49,702	51,993	38,334	29,767
Amortisation	1,524,092	1,521,548	1,305,949	1,303,457

4. INCOME TAX BENEFIT

(a) The prima facie tax benefit on loss from operating activities is reconciled to the income tax benefit as follows:

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Prima facie tax benefit at 30%	302,926	819,831	(39,010)	362,568
Tax effect of:				
Non allowable deductions	(7,770)	(6,679)	(6,641)	(6,328)
Research And Development Uplift & Investment Allowance	62,926	60,503	62,926	60,503
Prior period adjustment	-	592	-	592
Recognition/(Non-recognition) of Tax Losses & Tax Effect of Accruals and Prepayments	459,601	(692,145)	803,954	(235,233)
Income Tax Benefit	817,683	182,102	821,229	182,102

Income tax benefit includes current tax assets of:

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
R & D Tax Concession Refund	188,777	181,510	188,777	181,510
Tax Payable by Subsidiary	(3,846)	-	-	-
Total	184,931	181,510	188,777	181,510

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
5. CASH AND CASH EQUIVALENTS				
Cash at Bank	1,600,013	1,093,162	769,181	393,452
Cash on Hand	136	176	136	176
Cash on Deposit	-	19,726	-	-
Total	**1,600,149**	**1,113,064**	**769,317**	**393,628**

Cash on Deposit includes a term deposit with a maturity of three months or less, that is lodged as a lease guarantee.

6. TRADE AND OTHER RECEIVABLES

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Trade Receivables	631,398	363,446	531,654	462,821
Provision for Doubtful Debts	-	-	-	-
	631,398	363,446	531,654	462,821
Accrued Income	-	2,318	377,045	210,392
Other Receivables	-	1,272	-	963
Total	**631,398**	**367,036**	**908,699**	**674,176**

There are no balances within trade and other receivables that contain assets that are not impaired and are past due. Due to the short-term nature of these receivables, their carrying amount is assumed to approximate their fair value.

7. OTHER

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Prepayments and deposits	51,296	17,882	44,706	13,173

8. PLANT AND EQUIPMENT

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Computer Software at Cost	17,913	17,913	17,913	17,913
Accumulated Depreciation	(17,913)	(17,913)	(17,913)	(17,913)
	-	-	-	-
Computer Equipment at Cost	261,746	193,562	231,323	163,139
Accumulated Depreciation	(187,472)	(162,570)	(157,209)	(132,755)
	74,274	30,992	74,114	30,384
Furniture & Fittings at Cost	94,912	27,633	80,861	13,582
Accumulated Depreciation	(25,273)	(7,737)	(11,222)	(2,248)
	69,639	19,896	69,639	11,334
Leasehold Improvements at Cost	120,775	2,695	120,775	2,695
Accumulated Depreciation	(7,219)	(2,695)	(7,219)	(2,695)
	113,556	-	113,556	-
Office Equipment at Cost	43,387	34,165	3,662	3,662
Accumulated Depreciation	(9,434)	(6,694)	(3,662)	(3,280)
	33,953	27,471	-	382
Total Plant and Equipment	**291,422**	**78,359**	**257,309**	**42,100**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (Continued)

8. PLANT AND EQUIPMENT (continued)

Movements in Carrying Amount

Consolidated	Computer Software $	Computer Equipment $	Furniture & Fittings $	Leasehold Improvement $	Office Equipment $
Balance as at 1 July 2011	-	44,290	18,069	94	3,194
Additions	-	32,246	4,421	-	28,038
Depreciation Expense	-	(45,544)	(2,594)	(94)	(3,761)
Balance as at 30 June 2012	-	30,992	19,896	-	27,471
Additions	-	68,183	67,279	118,080	9,222
Depreciation Expense	-	(24,902)	(17,536)	(4,524)	(2,740)
Balance as at 30 June 2013	-	**74,273**	**69,639**	**113,556**	**33,953**

Parent	Computer Software $	Computer Equipment $	Furniture & Fittings $	Leasehold Improvements $	Office Equipment $
Balance as at 1 July 2011	-	31,981	7,715	94	1,217
Additions	-	26,439	4,421	-	-
Depreciation Expense	-	(28,036)	(802)	(94)	(835)
Balance as at 30 June 2012	-	30,384	11,334	-	382
Additions	-	68,184	67,279	118,080	-
Depreciation Expense	-	(24,454)	(8,974)	(4,524)	(382)
Balance as at 30 June 2013	-	**74,114**	**69,639**	**113,556**	-

9. INTANGIBLES

	Consolidated 2013 $	**Consolidated 2012 $**	**Parent Entity 2013 $**	**Parent Entity 2012 $**
Software Development Costs	6,936,988	6,624,716	6,829,002	6,516,730
Accumulated Amortisation	(5,271,200)	(3,946,256)	(5,184,811)	(3,881,465)
	1,665,788	2,678,460	1,644,191	2,635,265
Website, Tools & Utilities Costs	982,091	982,091	-	-
Accumulated Amortisation	(785,673)	(589,255)	-	-
	196,418	392,836	-	-
Formation and Associated Costs	6,375	4,275	5,734	3,634
Accumulated Amortisation	(5,055)	(2,325)	(4,852)	(2,249)
	1,320	1,950	882	1,385
Trade Marks	18,420	420	170	-
Accumulated Impairment Losses	(170)	(170)	(170)	-
	18,250	250	-	-
Total Intangibles	1,881,776	3,073,496	1,645,073	2,636,650

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

9. INTANGIBLES (continued)

Movements in Carrying Amount

Consolidated

	Software Development $	Website, Tools & Utilities Development	Formation& Associated Costs $	Trade Marks
Balance as at 1 July 2011	4,002,280	589,255	1,682	250
Additions	936	-	641	-
Amortisation Expense	(1,324,756)	(196,419)	(373)	-
Balance as at 30 June 2012	2,678,460	392,836	1,950	250
Additions	312,272	-	2,100	18,000
Amortisation Expense	(1,324,944)	(196,418)	(2,730)	-
Balance as at 30 June 2013	**1,665,788**	**196,418**	**1,320**	**18,250**

Parent

	Software Development $	Formation Costs $	Trade Marks
Balance as at 1 July 2011	3,937,490	1,682	-
Additions	935	-	-
Amortisation Expense	(1,303,160)	(297)	-
Balance as at 30 June 2012	2,635,265	1,385	-
Additions	312,272	2,100	170
Amortisation Expense	(1,303,346)	(2,603)	-
Balance as at 30 June 2013	**1,644,191**	**882**	**170**

	Consolidated 2013 $	**Consolidated 2012 $**	**Parent Entity 2013 $**	**Parent Entity 2012 $**
10. FINANCIAL ASSETS				
Non-current				
Shares in Unlisted Controlled Entity at Cost				
Class Investment Reporter Pty Ltd	-	-	5,000	5,000
Class Super Pty Ltd	-	-	6,001,045	5,001,570
Total	-	-	6,006,045	5,006,570
11. TRADE AND OTHER PAYABLES				
Current				
Payables	671,961	351,657	647,201	313,558
Accruals	264,050	147,000	104,256	59,385
Sundry Payables	2	2	-	-
GST Payable	128,251	97,952	86,288	78,288
Total	1,064,264	596,611	837,745	451,231

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
12. INTEREST BEARING LIABILITIES				
Current				
Convertible Notes	499,997	-	499,997	-
Non-current				
Convertible Notes	-	499,997	-	499,997

Super IP Pty Ltd issued 499,997 Convertible Notes in January 2012 for a term of between 12 and 24 months. The notes have a coupon rate of 13.07% on the face value with interest paid half-yearly.

The Board of Directors elected to retire the convertible notes with the repayment of the principal and all accrued interest on 15 August 2013.

13. DEFERRED TAX

Deferred tax comprises of:

Consolidated	Opening Balance $	Charged to income $	Balance at 30 June 2013 $
Deferred Tax Liability - Software development – R&D	(407,605)	199,299	(208,306)
Future Tax Benefit of Carried Forward Tax Losses	368,932	436,448	805,380
Tax Effect of Accrued Expenses & Prepayments	38,673	(2,995)	35,678
	-	632,752	632,752

Parent	Opening Balance $	Charged to income $	Balance at 30 June 2013 $
Deferred Tax Liability - Software development – R&D	(407,605)	199,299	(208,306)
Future Tax Benefit of Carried Forward Tax Losses	371,473	433,907	805,380
Tax Effect of Accrued Expenses & Prepayments	36,132	(754)	35,378
	-	632,452	632,452

The Deferred Tax balance at 30 June 2013 includes the benefit of $805,380.25 in unused tax losses for Super IP Pty Ltd. Deferred tax assets not brought to account, the benefits of which will only be realised if the conditions of deductibility set out in Note 1(d) occur:

Unused Tax Losses: Super IP Pty Ltd benefit $805,380 (tax Losses $2,847,455)
Class Super benefit $2,051,299 (tax Losses $6,837,664)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

14. ISSUED CAPITAL

	2013 $	2012 $
1,500,000 fully paid Class A (2012: 1,500,000)	16,500	16,500
24,477,670 fully paid Class B (2012: 24,220,465)	14,699,761	14,481,136

Ordinary Shares
Class A - Fully paid founder and project shares (no par value)
Class A shares participate in dividends in proportion to the number of shares held however in any winding up or liquidation of the Company Class B shareholders will take priority in distribution payments over Class A shareholders. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

Class B- Fully paid financial shares (no par value)
Class B shares participate in dividends in proportion to the number of shares held however in any winding up or liquidation of the Company Class B shareholders will take priority in distribution payments over Class A shareholders. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

Movements in issued capital

(i) Class A Shares

Date	Details	No. of shares	Issue Price	$
01/07/11	Opening Balance	1,500,000		16,500

(ii) Class B Shares

Date	Details	No. of shares	Issue Price	**$**
	Balance as at 30 June 2011	**23,401,637**		**14,071,722**
18/08/11	Issue of Shares	249,016	$0.50	124,508
05/10/11	Issue of Shares	380,995	$0.50	190,498
31/10/11	Issue of Shares	188,817	$0.50	94,408
	Balance as at 30 June 2012	**24,220,465**		**14,481,136**
30/11/12	Issue of Shares	257,205	$0.85	218,625
	Balance as at 30 June 2013	**24,477,670**		**14,699,761**

15. SHARE-BASED PAYMENTS

Super IP Employee Incentive Plan

The Super IP Employee Incentive Plan was approved by shareholders on 29 May 2009. Those eligible to participate are determined by the Board with reference to pre-defined eligibility criteria. Additionally it determines the number of Ordinary Shares to be offered and the vesting requirements at its absolute discretion.

The total number of shares issued and the plan excluding shares that are cancelled due to not meeting the vesting required of the offer shall not at any time exceed 5% of the number of issued shares.

The number of shares issued under the Super IP Employee Incentive Plan for the year was 257,205 (2012: 249,016).

Expenses arising for the granting of shares under the Super IP Employee Incentive Plan for the year totalled $166,797 (2012: $130,648).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

16. INVESTMENT IN SUBSIDIARIES

Name of Entity	Class of Shares	Equity Holding 30/6/13	Equity Holding 30/6/12	Value of parent entity's investment 30/06/13	Value of parent entity's investment 30/06/12
		%	%	$	$
Class Super Pty Limited	Ordinary	96.89	96.4	6,001,045	5,001,570
Class Investment Reporter Pty Limited	Ordinary	100.0	100.0	5,000	5,000

Class Super Pty Limited and Class Investment Reporter Pty Ltd are both incorporated and domiciled in Australia. The proportion of ownership interest in both companies is equal to the proportion of voting power held.

During the 2012 and 2013 Financial Years, Class Super Pty Ltd raised further working capital via share issues. As a result of the non-controlling interest not participating in the capital raise, the minority interest in Class Super Pty Ltd was reduced to 3.11%. This event is disclosed on the Consolidated Statement of Changes in Equity as the dilution of a Non-controlling Interest in Subsidiary.

17. CAPITAL AND LEASING COMMITMENTS	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Operating Lease Commitments				
Minimum lease payments:				
- not later than 12 months	294,750	92,361	236,250	-
- between 12 months and 5 years	866,063	-	846,563	-
Minimum Lease Payments	1,160,813	92,361	1,082,813	-

These commitments relate to two non-cancellable operating leases for office premises.

18. CASH FLOW INFORMATION

Reconciliation of Loss attributable to Equity Holders to Net Cash Inflow/(Outflow) from Operating Activities

Profit/(Loss) attributable after tax	(192,075)	(2,550,668)	951,258	(1,026,460)
Non-Cash Flows in Operating Profit/(Loss):				
Provision for Depreciation	49,702	51,993	38,334	29,767
Provision for Amortisation	1,524,092	1,521,548	1,305,949	1,303,457
(Increase)/Decrease Share Based Payments Reserve	(51,826)	6,140	(51,826)	6,140
Changes in Assets and Liabilities:				
(Increase)/Decrease in Trade Receivables	(264,362)	(191,627)	(234,523)	(263,821)
(Increase)/Decrease in Prepayments	(33,414)	(4,425)	(31,533)	(2,510)
(Increase)/Decrease in Current Tax	(3,421)	56,273	(7,267)	56,273
(Increase)/Decrease in Deferred Tax Asset	(632,752)	-	(632,452)	-
(Decrease)/Increase in Trade Payables	467,653	(5,887)	386,514	(40,867)
Net Cash Inflow from Operating Activities	**863,597**	**(1,116,653)**	**1,724,454**	**61,979**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

19. SEGMENT REPORTING

The group operates in one business and geographical segment being the developer and exclusive distributor for Class Software in Australia.

20. FINANCIAL RISK MANAGEMENT

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, loans and leases. The directors' overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the Board of Directors on a regular basis. These include future cash flow requirements.

The main purpose of non-derivative financial instruments is to raise finance for company operations. The company does not have any derivative instruments at 30 June 2013.

Financial Risk Exposures & Responses

The main risks the company is exposed to through its financial instruments are liquidity risk, interest rate risk and credit risk. The company has no exposure to fluctuations in foreign currency.

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
(i) Liquidity risk				
The company manages liquidity risk by monitoring forecast cash flows. Trade and sundry payables are expected to be paid as followed:				
- Less than 6 months	855,090	280,156	628,573	425,534
- 6 months to 1 year	209,172	171,075	209,172	171,075

(ii) Interest rate risk

Interest rate risk is the potential that a financial instruments value will fluctuate as a result of changes in the market interest rate.

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the balance sheet.

Consolidated	Weighted Average Effective Interest Rate		Within 12 months		1 – 5 Years		Non-Interest bearing		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	%	%	$	$	$	$	$	$	$	$
Financial Assets										
Cash & Cash Equivalents	2.8	3.2	1,434,221	985,472	-	-	165,928	131,855	1,600,149	1,113,064
Trade & Other Receivables	-	-	-	-	-	-	631,398	367,036	631,398	367,036
Total Financial Assets			1,434,221	985,472	-	-	797,326	498,891	2,231,547	1,480,100
Financial Liabilities										
Trade & Other Payables	-	-	-	-	-	-	1,064,262	451,231	1,064,262	451,231
Borrowings	13	13	499,997	-	-	499,997	-	-	499,997	499,997
Total Financial Liabilities			499,997	-	-	499,997	1,064,262	451,231	1,564,259	951,228

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (continued)

20. FINANCIAL RISK MANAGEMENT (continued)

(ii) Interest rate risk (continued)

Parent

	Weighted Average Effective Interest Rate		Within 12 months		1 – 5 Years		Non-Interest bearing		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	%	%	$	$	$	$	$	$	$	$
Financial Assets										
Cash & Cash Equivalents	1.8	3.5	711,336	340,468	-	-	57,981	53,160	769,317	393,628
Trade & Other Receivables	-	-	-	-	-	-	908,699	674,176	908,699	674,176
Total Financial Assets			711,336	340,468	-	-	966,680	727,336	1,678,017	1,067,804
Financial Liabilities										
Trade & Other Payables	-	-	-	-	-	-	837,745	451,231	837,745	451,231
Borrowings	13	13	499,997	-	-	499,997	-	-	499,997	499,997
Total Financial Liabilities	-	-	499,997	-	-	499,997	837,745	451,231	1,337,742	951,228

Interest Rate Sensitivity Analysis:

At 30 June 2013, the effect on profit and equity as a result of changes in the interest rate after tax, with all other variables remaining constant would be as follows:

	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Changes in profit				
Increase in interest rate by 2%	13,079	13,737	2,959	4,767
Decrease in interest rate by 2%	(13,079)	(13,737)	(2,959)	(4,767)
Changes in equity				
Increase in interest rate by 2%	13,079	13,737	2,959	4,767
Decrease in interest rate by 2%	(13,079)	(13,737)	(2,959)	(4,767)

The above interest rate sensitivity analysis has been performed on the assumption that all other variables remain unchanged.

(iii) Credit risk

Credit risk is the potential that counterparty will default on its contractual obligations resulting in a financial loss to the Company. The Company has adopted a policy of only dealing with reputable established business as a means of mitigating financial losses. The maximum credit risk for financial assets recognised on the balance sheet is the carrying amount, less where applicable any provisions for doubtful debts.

(iv) Price risk

The entity is not exposed to any material price risk.

(v) Net Fair Values

All financial assets and liabilities have been recognised at their carrying values in the financial statements which approximate their net fair values. No financial assets or liabilities are readily traded on organised markets in a standardised form.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (Continued)

21. CAPITAL MANAGEMENT

The Group considers its capital to comprise of its ordinary share capital and retained earnings. In managing its capital the Group's primary objective to ensure its continued ability to develop the SMSF super software which once completed will provide a consistent return for its equity shareholders through a combination of capital growth and distributions. In order to achieve this objective the Group assesses each transaction to ensure the risks and returns are at an acceptable level and also maintain a sufficient funding base to enable the Group to meet its working capital and strategic investment needs. In making decisions to adjust the capital structure to achieve these aims either through the issue of new issues or debt finance the Group considers not only its short-term position but also its long-term operational and strategic objectives.

The Group does not currently have a gearing ratio.

22. DIVIDENDS

On 18 July 2013, the Directors declared a final dividend for the year end 30 June 2013 of $0.005 per ordinary share to be paid on 30 September 2013, a total estimated distribution of $129,888 based on the number of shares on issue as at 18 July 2013. As the dividend was unfranked, there are income tax consequences for the owners of Super IP Pty Ltd relating to this dividend.

23. RELATED PARTIES

Super IP Pty Ltd is the parent entity of Class Super Pty Limited which owns 96.89% of the ordinary shares in Class Super Pty limited as at 30 June 2013 (2012: 96.4%) and which owns 100% of the ordinary shares in Class Investment Reporter Pty Limited as at 30 June 2013 (2012: 100%)

Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

	2013 $	2012 $
Transactions with Entities within the Group:		
Expenses paid on behalf of Class Super Pty Limited recovered by Super IP Pty Ltd	1,941,325	1,685,553
Class Super SMSF Superannuation Administration Software Royalties	3,537,576	1,899,498
Outstanding balances between the Group as at balance date:		
Expenses paid on behalf of Class Super Pty Limited by Super-IP Pty Ltd	129,147	-
Royalties Payable to Super IP Pty Ltd	402,507	462,821
Accrual of estimated royalties Payable to Super IP Pty Ltd	376,656	210,392

Other Related Party Transactions

Director Fees

The establishment of an annual provision of up to $100,000 was approved by shareholders on 15 March 2013, effective from 1 January 2013. The payment of Director Fees to the Chairperson and other Directors to be allocated as determined by the Board of Directors in accordance with the approved guidelines.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (Continued)

23. RELATED PARTIES (continued)

Director Fees 2013 Financial Year

	Director Fees $	Superannuation $	Total $
Non-Executive Directors			
Barry Martin Lambert (Chairman)	6,000	540	6,540
Alfred Marishel	3,000	270	3,270
Roderick Kibble	3,000	270	3,270
Kevin Edward Wyld	3,000	270	3,270
Executive Directors (1)			
Rajarshi Ray	3,000	270	3,270
Richard George Barber	3,000	270	3,270
Total	21,000	1,890	22,890

Note 1: Messrs Ray and Barber also received payments of salaries and wages and allocation of shares in the Super IP Employee Incentive Plan in relation to their non-director Messrs Ray and Barber also received payments of salaries and wages in relation to their non-director services to the Company during the year.

	2013 $	2012 $
Transactions with Director-related entities:		
Referral fees payable to Count Financial Limited (1)	183,809	146,604
Payments to Silos Estate (2)	4,784	1,169
Outstanding balances as at balance date:		
Referral fees payable to Count Financial Limited	-	39,650
Accrual of estimates of Referral Fees payable to Count Financial Limited	67,651	12,882

Note: (1) Mr Lambert, a Director is also Chairman of Count Financial Ltd.
(2) Mr Ray, a Director is a significant shareholder of the Silos Estate which provided goods and services at below market rate.

The direct, indirect and beneficial holdings of directors and their director-related entities in the share and share options of the company as at 30 June 2013 was:

Class A Shares	160,000	160,000
Class B Shares	13,812,066	13,410,801

24. AUDITORS' REMUNERATION	Consolidated 2013 $	Consolidated 2012 $	Parent Entity 2013 $	Parent Entity 2012 $
Audit & Assurance Fees	21,475	18,900	11,950	10,950
Under provision for prior year	2,000	5,200	500	2,550
Taxation & Other Services (1)	5,400	8,835	4,200	7,135
	28,875	32,935	16,650	20,635

Note: (1) Crispin & Jeffery Chartered Accountants are the tax agents for Super IP Pty Ltd and Class Super Pty Ltd.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013 (Continued)

25. SUBSEQUENT EVENTS

There has not arisen in the interval between the reporting date and date of this financial report any item, transaction or other event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years other than the further issues of capital below.

Since reporting date, the Board has authorised the issue of a further 1,000,000 new ordinary B Class shares to the Super IP Employee Incentive Plan for total consideration of $2,150,000.

26. COMPANY DETAILS

The address of the registered office and principal place of business is Level 3, 228 Pitt Street, Sydney NSW 2000.

DIRECTORS' DECLARATION

SUPER IP PTY LIMITED
ACN 116 802 058

The Directors of the Company declare that:

1. the financial statements and notes, as set out on pages 5 to 25, are in accordance with the Corporations Act 2001 and:

    a) comply with Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and

    b) give a true and fair view of the financial position as at 30 June 2013 and of the performance for the year ended on that date of the company and consolidated group.

2. in the directors' 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.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors by:

Rajarshi Ray
Director

Richard Barber
Director

Sydney, 31 October 2013

CRISPIN & JEFFERY
CHARTERED ACCOUNTANTS

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PARTNERS:
JONATHAN R BLAKE
MARK G ARTHUR
WILLIAM R MATLEY

SUPER IP PTY LTD AND CONTROLLED ENTITY

A.B.N. 70 116 802 058

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF SUPER IP PTY LTD

Report on the Financial Report

We have audited the accompanying financial report of Super IP Pty Limited (the company) which comprises the statement of financial position as at 30 June 2013 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the director's declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards (IFRS).

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

Our audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks or material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

SUPER IP PTY LTD AND CONTROLLED ENTITY

A.B.N. 70 116 802 058

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF SUPER IP PTY LTD

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Super IP Pty Limited, would be in the same terms if provided to the directors as at the time of this auditor's report.

Auditor's Opinion

In our opinion:
a) the financial report of Super IP Pty Limited is in accordance with the Corporations Act 2001 including:

i) giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2013 and of its performance for the year ended on that date; and

ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Crispin & Jeffery
Chartered Accountants

Level 2
Neutral Bay, NSW, 2089

Mark G Arthur

Neutral Bay

Dated this 31st **day of** October **2013**