



SUPER IP PTY LTD
ABN 70 116 802 058
AND CONTROLLED ENTITIES

FINANCIAL REPORT

YEAR ENDED 30 JUNE 2014

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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, Class Investment Reporter Pty Ltd and Super IP Incentive Pty Ltd for the year ended 30 June 2014.

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 2014 was a profit of \$2,664,669 (2013:\$ 192,074 loss).

Dividends

A final unfranked dividend for the year ended 30 June 2013 was paid this financial year. A final unfranked dividend for the 2014 financial year was declared on 23 July 2014 as per Note 23.

Review of Operations

During the year the Company continued the rollout of the Class Super (under Class Super Pty Ltd) for its SMSF product, and the newer entity Class Investment Reporter (under Class Investment Reporter Pty Ltd) for its portfolio management and reporting products. Combined sales resulted in the consolidated entity recording a positive Earnings Before Interest Tax Depreciation & Amortisation \$2,358,867 (2013 \$609,472). The Board believes that the current growth trajectory of the business confirms the long term prospects of Class in the market.

The Company undertook a selection process for audit and legal services in order to support IPO aspirations in late 2015 or early 2016.

The increase in earnings has allowed the board to declare an improved dividend of \$0.025 on 23 July 2014, a fivefold improvement on last year.

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 26.

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 2014 the Company paid a premium of \$9,058 (2013:\$ 6,235) to insure the Officers of the Group.

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

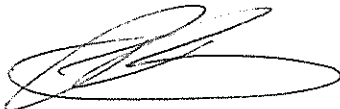
The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

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.

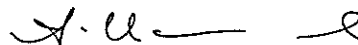
Auditor's Independence Declaration

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*.



Richard Barber
Director



Alfred Marishel
Director

Sydney, 31 October 2014



CRISPIN & JEFFERY

CHARTERED ACCOUNTANTS

PARTNERS:

JONATHAN R BLAKE
MARK G ARTHUR
WILLIAM R MATLEY

**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**

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I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014 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
57 Grosvenor Street
Neutral Bay, NSW, 2089**

Mark G Arthur

Neutral Bay

Dated this

31st

day of

October

2014

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2014**

	Note	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
Continuing operations					
Revenue	2	9,994,706	5,564,861	5,869,921	3,591,334
Administration Expenses		(730,792)	(478,992)	(203,845)	(148,524)
Employee Benefits Expenses	3	(5,988,719)	(3,974,095)	(3,049,928)	(1,869,064)
Product and Selling Costs	3	(283,093)	(204,555)	-	-
Occupancy Costs	3	(237,921)	(139,344)	(200,013)	(32,389)
Marketing Costs		(335,075)	(136,967)	(4,034)	(174)
Financing Costs	3	(8,236)	(66,871)	(8,236)	(66,871)
Amortisation and Depreciation Expenses	3	(1,754,203)	(1,573,794)	(1,497,983)	(1,344,283)
Loss on Disposal of Fixed Assets		(3,019)	-	(3,019)	-
Profit/(Loss) before income tax		653,648	(1,009,757)	902,863	130,029
Income Tax (Expense)/Benefit	4	2,011,021	817,683	(133,970)	821,229
Profit/(Loss) after income tax		2,664,669	(192,074)	768,893	951,258
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income for the year		2,664,669	(192,074)	768,893	951,258
Total Comprehensive Income for the year attributable to:					
Non-controlling Interest		(9,860)	(38,779)	-	-
Owners of the Parent Company		2,674,529	(153,295)	768,893	951,258
		2,664,669	(192,074)	768,893	951,258

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

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	Note	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
CURRENT ASSETS					
Cash and Cash Equivalents	5	4,124,211	1,600,149	2,975,551	769,317
Trade and Other Receivables	6	1,091,531	631,398	1,244,779	908,699
Other	7	184,827	51,296	160,604	44,705
Tax Assets	4	471,549	184,931	492,142	188,777
TOTAL CURRENT ASSETS		5,872,118	2,467,774	4,873,076	1,911,499
NON-CURRENT ASSETS					
Plant and Equipment	8	506,344	291,422	423,198	257,309
Intangible Assets	9	1,199,226	1,881,776	948,939	1,645,073
Financial Assets	10	-	-	6,795,460	6,006,045
Deferred Tax Asset	13	2,361,002	632,752	195,118	632,452
TOTAL NON-CURRENT ASSETS		4,066,572	2,805,950	8,362,715	8,540,879
TOTAL ASSETS		9,938,690	5,273,724	13,235,791	10,452,378
CURRENT LIABILITIES					
Trade and Other Payables	11	1,369,520	1,064,264	1,081,775	837,745
Interest Bearing Liabilities	12	-	499,997	-	499,997
TOTAL CURRENT LIABILITIES		1,369,520	1,564,261	1,081,775	1,337,742
NON-CURRENT LIABILITIES					
Provisions	12	74,175	-	74,175	-
TOTAL NON-CURRENT LIABILITIES		74,175	-	74,175	-
TOTAL LIABILITIES		1,443,695	1,564,261	1,155,950	1,337,742
NET ASSETS		8,494,995	3,709,463	12,079,841	9,114,635
EQUITY					
Issued Capital	14	16,866,261	14,716,261	16,866,261	14,716,261
Retained Earnings		(9,869,726)	(11,761,565)	(6,338,091)	(6,338,091)
Profit Reserve	15	1,593,039	951,258	1,593,039	951,258
Other Reserves	15	(94,579)	(214,793)	(41,368)	(214,793)
Capital and Reserves attributable to owners of the Company		8,494,995	3,691,161	12,079,841	9,114,635
Non-controlling Interest		-	18,302	-	-
TOTAL EQUITY		8,494,995	3,709,463	12,079,841	9,114,635

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

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014

Consolidated	Contributed Equity		Accumulated Losses	Profit Reserve	Other Reserves	Non- controlling Interest	Total Equity
	Issued Capital	Treasury Shares*					
	\$	\$					
Balance as at 30 June 2012	14,497,636	-	(10,626,630)	-	(162,966)	26,699	3,734,739
Shares issued during the year	218,625	-	-	-	-	-	218,625
Profit/(Loss) attributable to minority equity interest	-	-	-	-	-	(38,779)	(38,779)
Profit/(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	14,716,261	-	(11,761,565)	951,258	(214,793)	18,302	3,709,463
Shares issued during the year	3,999,000	(1,849,000)	-	-	-	-	2,150,000
Profit/(Loss) attributable to minority equity interest	-	-	-	-	-	(9,860)	(9,860)
Profit/(Loss) attributable to members of the parent entity	-	-	1,905,636	768,893	-	-	2,674,529
Net Allocation and vesting of shares	-	-	-	-	173,425	-	173,425
Dilution of Minority Interest in Subsidiary	-	-	(13,797)	-	-	13,797	-
Acquisition of Subsidiary	-	-	-	-	(53,211)	(22,239)	(75,450)
Dividends provided for or paid	-	-	-	(127,112)	-	-	(127,112)
Balance as at 30 June 2014	18,715,261	(1,849,000)	(9,869,726)	1,593,039	(94,579)	-	8,494,995

Parent Entity	Contributed Equity		Accumulated Losses	Profit Reserve	Share Based Payments Reserve	Total Equity
	Issued Capital	Treasury Shares*				
	\$	\$				
Balance as at 30 June 2012	14,497,636	-	(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	14,716,261	-	(6,338,091)	951,258	(214,793)	9,114,635
Shares issued during the year	3,999,000	(1,849,000)	-	-	-	2,150,000
Net Allocation and vesting of shares	-	-	-	-	173,425	173,425
Profit/(Loss) attributable to equity holders	-	-	-	768,893	-	768,893
Dividends provided for or paid	-	-	-	(127,112)	-	(127,112)
Balance as at 30 June 2014	18,715,261	(1,849,000)	(6,338,091)	1,593,039	(41,368)	12,079,841

* The company has formed a trust to administer a Loan Funded Share Plan. Shares held by the trust are disclosed as Treasury Shares and deducted from contributed equity.

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 2014**

		Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
	Note				
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers		10,394,901	5,817,543	6,227,232	3,824,352
Payments to Suppliers & Employees		(7,957,965)	(5,090,740)	(3,698,975)	(2,219,012)
Income Taxes Refund		(3,847)	181,510	-	181,510
Interest Received		57,528	21,047	39,659	3,368
Interest Paid & Other Costs of Finance		(37,777)	(65,764)	(37,777)	(65,764)
Net cash inflow from operating activities	19	2,452,840	863,596	2,530,139	1,724,454
CASH FLOWS FROM INVESTING ACTIVITIES					
Payments of Plant & Equipment		(307,116)	(262,764)	(250,946)	(253,543)
Capitalised Legal Costs		-	(2,100)	-	(2,100)
Payments for Software Development Costs		(985,447)	(312,272)	(722,779)	(312,272)
Payments for Trade Marks		-	(18,000)	-	-
Investment in Subsidiary		-	-	(789,415)	(999,475)
Proceeds from Sale of Plant & Equipment		2,969	-	2,969	-
Cash placed on Deposit		(86,625)	-	(86,625)	-
Net cash (outflow) from investing activities		(1,376,219)	(595,136)	(1,846,797)	(1,567,390)
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from Share Issues		3,999,000	218,625	3,999,000	218,625
Proceeds from Borrowings		(499,997)	-	(499,997)	-
Payment of Dividends		(127,112)	-	(127,112)	-
Payment for Non-Controlling Interest		(75,450)	-	-	-
Issue of Treasury Shares		(1,849,000)	-	(1,849,000)	-
Net cash Inflow from investing activities		1,447,441	218,625	1,522,891	218,625
Net increase in cash & cash equivalents held		2,524,062	487,085	2,206,233	375,689
Cash & cash equivalents at the beginning of the year		1,600,149	1,113,064	769,317	393,628
Cash & cash equivalents at the end of the year	5	4,124,211	1,600,149	2,975,551	769,317

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 2014

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 2014 was authorised for issue in accordance with a resolution of the Directors on 31 October 2014 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) 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 and unused tax losses can be utilised.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Current and Non-Current Classification

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

An asset is current when; it is expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within twelve 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 twelve months after the reporting period. All other assets are classified as non-current.

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

Deferred tax assets and liabilities are always classified as non-current.

(d) 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.

(e) 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.

(f) 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(Continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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.

(g) 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.

Computer Equipment & Software	3-5 Years
Office Furniture	10-20 Years
Office Equipment & Leasehold Improvements	3-10 Years

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.

(h) 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 technical 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	3-5 Years
Website Development	3-5 Years

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(Continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) Subsidiary Companies

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

(j) 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 its 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.

(k) Comparative Figures

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

(l) 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.

(m) 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.

(n) 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 date 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.

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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) 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.

(p) Treasury Shares

Shares issued as part of the Loan Funded Share Plan are held by the trust and disclosed as Treasury Shares in the consolidated statements.

(q) Principles of Consolidation

Super IP Pty Ltd and its subsidiaries, Class Super Pty Ltd, Class Investment Reporter Pty Ltd and Super IP Incentive 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 from 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.

The group has formed a trust to administer the Group's Loan Funded Share Plan. The trust is consolidated, as the substance of the relationship is that the trust is controlled by the Group.

(r) 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.

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 \$8,362,716. The Cash flows are discounted at a pre-tax rate of 10.66% (2013: 11.42%).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(s) 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 2014. 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 2010-7 2012-6	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.	1 January 2017	The Group has yet to assess the impact that the standard is likely to have on the Financial Statements of the Group.	1 July 2017
AASB 10	Consolidated Financial Statements	Introduces a revised definition of control which will 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 will need to be reviewed and some will need to be changed taking into consideration potential voting rights and substantive rights.	31 December 2013	This amendment to the standard is not expected to have a material impact on the Consolidated entity's financial statements.	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 structured 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 Measurement	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	This amendment to the standard is not expected to have a material impact on the Consolidated entity's financial statements.	1 July 2014

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
2. REVENUE				
Revenue				
Software Licence Fees	9,389,506	5,271,665	-	-
Royalties	-	-	5,807,843	3,537,576
Fees for Rendering of Services	239,507	181,725	22,727	50,000
Bank Interest Received	57,220	21,436	39,351	3,758
Commissions & Referral Fees	308,473	90,035	-	-
Total Revenue	9,994,706	5,564,861	5,869,921	3,591,334

3. PROFIT/(LOSS) BEFORE INCOME TAX

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

Product & Selling Costs

Referral Fees	266,405	205,102	-	-
Bad Debts	16,688	(546)	-	-

Employee Benefits Expenses

Salaries & Wages	4,789,278	3,215,861	4,782,417	3,206,774
Consultant Fees	218,508	163,476	79,322	76,624

Occupancy Costs

Rental Expenses relating to Premises	221,757	113,487	191,023	30,789
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Financing Costs

Interest on Convertible Notes	8,236	66,871	8,236	66,871
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Amortisation & Depreciation Expenses

Depreciation	86,206	49,702	79,070	38,334
Amortisation	1,667,996	1,524,092	1,418,913	1,305,949

4. INCOME TAX BENEFIT

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

Prima facie tax benefit at 30%	(196,094)	302,926	(270,859)	(39,010)
Tax effect of:				
Non allowable deductions	(16,029)	(7,770)	(13,089)	(6,641)
Research And Development Uplift & Investment Allowance	101,122	62,926	101,122	62,926
Prior period adjustment	-	-	-	-
Recognition/(Non-recognition) of Tax Losses & Tax Effect of Accruals and Prepayments	2,122,023	459,601	48,856	803,954
Income Tax Benefit/(Expense)	2,011,021	817,683	(133,970)	821,229

Income tax benefit includes current tax assets of:

R & D Tax Concession Refund	303,365	188,777	303,365	188,777
Tax Payable by Subsidiary	(20,593)	(3,846)	-	-
Total	282,772	184,931	303,365	188,777

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
5. CASH AND CASH EQUIVALENTS				
Cash at Bank	4,123,699	1,600,013	2,975,038	769,181
Cash on Hand	512	136	512	136
Total	4,124,211	1,600,149	2,975,551	769,317

6. TRADE AND OTHER RECEIVABLES

Trade Receivables	1,079,244	631,398	784,417	531,654
Provision for Doubtful Debts	-	-	-	-
	1,079,244	631,398	784,417	531,654
Accrued Income	11,081	-	459,157	377,045
Other Receivables	1,206	-	1,206	-
Total	1,091,531	631,398	1,244,779	908,699

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

Prepayments	98,202	48,366	73,979	44,706
Deposits	86,625	2,930	86,625	-
Total	184,827	51,296	160,604	44,706

8. PLANT AND EQUIPMENT

Computer Software at Cost	35,807	17,913	21,661	17,913
Accumulated Depreciation	(7,337)	(17,913)	(2,622)	(17,913)
	28,470	-	19,039	-
Computer Equipment at Cost	335,033	261,746	304,609	231,323
Accumulated Depreciation	(146,627)	(187,472)	(116,204)	(157,209)
	188,405	74,274	188,405	74,114
Furniture & Fittings at Cost	104,937	94,912	104,937	80,861
Accumulated Depreciation	(9,670)	(25,273)	(9,670)	(11,222)
	95,267	69,639	95,267	69,639
Leasehold Improvements at Cost	138,815	120,775	138,815	120,775
Accumulated Depreciation	(20,183)	(7,219)	(20,183)	(7,219)
	118,632	113,556	118,632	113,556
Office Equipment at Cost	87,027	43,387	5,278	3,662
Accumulated Depreciation	(11,457)	(9,434)	(3,423)	(3,662)
	75,570	33,953	1,855	-
Total Plant and Equipment	506,344	291,422	423,198	257,309

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(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 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
Additions	35,807	172,188	39,782	18,040	44,254
Disposals	-	(978)	(7,928)	-	-
Depreciation Expense	(7,337)	(57,078)	(6,226)	(12,964)	(2,637)
Balance as at 30 June 2014	28,470	188,405	95,267	118,632	75,570

Parent	Computer Software \$	Computer Equipment \$	Furniture & Fittings \$	Leasehold Improvements \$	Office Equipment \$
Balance as at 1 July 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	-
Additions	21,661	172,188	36,827	18,040	2,230
Disposals	-	(978)	(4,973)	-	-
Depreciation Expense	(2,622)	(56,920)	(6,226)	(12,964)	(375)
Balance as at 30 June 2014	19,039	188,405	95,267	118,632	1,855

Consolidated	Consolidated	Parent Entity	Parent Entity
2014	2013	2014	2013
\$	\$	\$	\$

9. INTANGIBLES

Software Development Costs	7,846,295	7,919,079	7,551,781	6,829,002
Accumulated Amortisation	(6,729,960)	(6,056,872)	(6,603,724)	(5,184,811)
	1,116,335	1,862,207	948,057	1,644,191
Website, Tools & Utilities Costs	1,058,231	982,091	-	-
Accumulated Amortisation	(994,781)	(785,673)	-	-
	63,450	196,418	-	-
Formation and Associated Costs	6,375	6,375	5,734	5,734
Accumulated Amortisation	(5,184)	(5,055)	(4,852)	(4,852)
	1,191	1,320	882	882
Trade Marks	18,420	18,420	170	170
Accumulated Impairment Losses	(170)	(170)	(170)	(170)
	18,250	18,250	-	-
Total Intangibles	1,199,226	1,881,776	948,939	1,645,073

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(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 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
Additions	909,307	76,140	-	-
Amortisation Expense	(1,458,760)	(209,108)	(129)	-
Balance as at 30 June 2014	1,116,335	63,450	1,191	18,250
Parent	Software Development \$	Website, Tools & Utilities Development	Formation Costs \$	Trade Marks
Balance as at 1 July 2012	2,635,265	-	1,385	-
Additions	312,272	-	2,100	170
Amortisation Expense	(1,303,346)	-	(2,603)	(170)
Balance as at 30 June 2013	1,644,191	-	882	-
Additions	722,779	-	-	-
Amortisation Expense	(1,418,913)	-	-	-
Balance as at 30 June 2014	948,057	-	882	-
	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$

10. FINANCIAL ASSETS

Non-current

Shares in Unlisted Controlled Entity at Cost

Class Investment Reporter Pty Ltd	-	-	5,000	5,000
Super IP Incentive Pty Ltd	-	-	10	-
Class Super Pty Ltd	-	-	6,790,450	6,001,045

Total	-	-	6,795,460	6,006,045
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11. TRADE AND OTHER PAYABLES

Current

Payables	866,044	671,961	791,608	647,201
Accruals	274,720	264,050	164,003	104,256
Sundry Payables	-	2	-	-
GST Payable	228,756	128,251	126,164	86,288
Total	1,369,520	1,064,264	1,081,775	837,745

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(b continued)

	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
12. INTEREST BEARING LIABILITIES				
Current				
Convertible Notes*	-	499,997	-	499,997
Non-current				
Long Term Employee Benefits	74,175	-	74,175	-

*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 2014 \$
Deferred Tax Liability - Software development – R&D	(208,306)	199,299	(9,007)
Future Tax Benefit of Carried Forward Tax Losses	805,380	1,389,256	2,194,636
Tax Effect of Accrued Expenses & Prepayments	35,678	139,693	175,371
	<u>632,752</u>	<u>1,728,248</u>	<u>2,361,002</u>
Parent	Opening Balance \$	Charged to income \$	Balance at 30 June 2014 \$
Deferred Tax Liability - Software development – R&D	(208,306)	199,299	(9,007)
Future Tax Benefit of Carried Forward Tax Losses	805,380	(760,460)	44,920
Tax Effect of Accrued Expenses & Prepayments	35,378	123,826	159,204
	<u>632,452</u>	<u>(437,335)</u>	<u>195,118</u>

The Deferred Tax balance at 30 June 2014 includes the benefit of \$2,194,636 in unused tax losses for Super IP Pty Ltd and Class Super Pty Ltd. 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 .

Tax Losses: Super IP Pty Ltd benefit \$44,920 (tax Losses \$149,733)
Class Super benefit \$2,149,716 (tax Losses \$7,165,720)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

14. ISSUED CAPITAL	2014	2013
	\$	\$
1,500,000 fully paid Class A (2013: 1,500,000)	16,500	16,500
26,337,670 fully paid Class B (2013: 24,477,670)	18,698,761	14,699,761
	18,715,261	14,716,261
Less: Treasury Shares	(1,849,000)	-
Issued Capital	16,866,261	14,716,261

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 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
02/09/13	Issue of Shares	1,000,000	\$2.15	2,150,000
03/12/13	Issue of Shares*	860,000	\$2.15	1,849,000
	Balance as at 30 June 2014	26,337,670		18,698,761

*Shares issued were for the Loan Funded Share Plan and are classified as Treasury Shares.

	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
15. RESERVES				
Profit Reserve	1,593,039	951,258	1,593,039	951,258
Share Based Payments Reserve	(41,368)	(214,792)	(41,368)	(214,792)
Acquisition Reserve	(53,211)	-	-	-
Total	1,498,460	736,466	1,551,671	736,466

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

16. SHARE-BASED PAYMENTS

Loan Funded Share Plan (LFSP)

The Loan Funded Share Plan (LFSP) is a long term incentive for Executive and Key Staff. Under the plan, employees may be granted an allocation of loan-funded shares which are held on their behalf by an employee share trust. The shares are issued at Market Value which is determined by the Board using either an EBITDA multiple or the value of each share in an arm's length transaction that is no more than 6 months preceding the Valuation date.

The LFSP is fully funded by a non-recourse interest loan, over a maximum of 4 years, issued by the company. LFSP shares are held by the trust until the vesting conditions are satisfied and the loan is repaid. Unvested shares held by the trust are owned by the consolidated entity and recorded at cost in the consolidated statement of financial position within equity as treasury shares.

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.

No shares were issued under the Super IP Employee Incentive Plan for the year (2013: 257,205).

Expenses arising for the granting of shares under the Super IP Employee Incentive Plan for the year totalled \$138,464 (2013: \$166,797).

17. INVESTMENT IN SUBSIDIARIES

Name of Entity	Class of Shares	Equity Holding 30/6/14 %	Equity Holding 30/6/13 %	Value of parent entity's investment 30/06/14 \$	Value of parent entity's investment 30/06/13 \$
Class Super Pty Limited	Ordinary	100	96.89	6,790,450	6,001,045
Class Investment Reporter Pty Limited	Ordinary	100	100.0	5,000	5,000
Super IP Incentive Pty Ltd	Ordinary	100	-	10	-

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

18. CAPITAL AND LEASING COMMITMENTS	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
Operating Lease Commitments*				
Minimum lease payments:				
- not later than 12 months	236,250	294,750	236,250	236,250
- between 12 months and 5 years	611,661	866,063	611,661	846,563
Minimum Lease Payments	<u>847,911</u>	<u>1,160,813</u>	<u>847,911</u>	<u>1,082,813</u>

*These commitments relate to a non-cancellable operating lease for office premises.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
19. CASH FLOW INFORMATION				
Reconciliation of Profit/(Loss) attributable to Equity Holders to Net Cash Inflow from Operating Activities				
Profit/(Loss) attributable after tax	2,664,669	(192,074)	768,893	951,258
Non-Cash Flows in Operating Profit/(Loss):				
Provision for Depreciation	86,206	49,702	79,070	38,334
Provision for Amortisation	1,667,996	1,524,092	1,418,913	1,305,949
Provision for Long Term Employee Benefits	74,175	-	74,175	-
Loss on Sale of Property, Plant & Equipment	3,019	-	3,019	-
(Increase)/Decrease Share Based Payments Reserve	173,425	(51,826)	173,425	(51,826)
Changes in Assets and Liabilities:				
(Increase)/Decrease in Trade Receivables	(460,133)	(264,362)	(336,080)	(234,523)
(Increase)/Decrease in Prepayments	(46,905)	(33,414)	(29,274)	(31,533)
(Increase)/Decrease in Current Tax	(286,619)	(3,421)	(303,365)	(7,267)
(Increase)/Decrease in Deferred Tax Asset	(1,728,249)	(632,752)	437,334	(632,452)
(Decrease)/Increase in Trade Payables	305,256	467,653	244,029	386,514
Net Cash Inflow from Operating Activities	<u>2,452,840</u>	<u>863,596</u>	<u>2,530,139</u>	<u>1,724,454</u>

20. SEGMENT REPORTING

The group operates in one business and geographical segment being the developer and exclusive distributor for Class Super and Class Investment Reporter software in Australia.

21. 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 2014.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(continued)

21. FINANCIAL RISK MANAGEMENT (continued)

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 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
(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	1,087,995	855,092	800,250	628,573
- 6 months to 1 year	281,525	209,172	281,525	209,172
Total	1,369,520	1,064,264	1,081,775	837,745

(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	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
Financial Assets										
Cash & Cash Equivalents	2.4	2.8	3,671,545	1,434,221	-	-	452,666	165,928	4,124,211	1,600,149
Deposits	2.4	-	86,625	-	-	-	-	-	86,625	-
Trade & Other Receivables	-	-	-	-	-	-	1,091,531	631,398	1,091,531	631,398
Total Financial Assets			3,758,170	1,434,221	-	-	1,544,197	797,326	5,302,367	2,231,547
Financial Liabilities										
Trade & Other Payables	-	-	-	-	-	-	1,369,520	1,064,262	1,369,520	1,064,262
Borrowings	13	13	-	499,997	-	-	-	-	-	499,997
Total Financial Liabilities			-	499,997	-	-	1,369,520	1,064,262	1,369,520	1,564,259
Parent										
	Weighted Average Effective Interest Rate		Within 12 months		1 – 5 Years		Non-Interest bearing		Total	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
Financial Assets										
Cash & Cash Equivalents	2.4	1.8	2,692,576	711,336	-	-	282,975	57,981	2,975,551	769,317
Deposits	2.4	-	86,625	-	-	-	-	-	86,625	-
Trade & Other Receivables	-	-	-	-	-	-	1,244,779	908,699	1,244,779	908,699
Total Financial Assets			2,779,201	711,336	-	-	1,527,754	966,680	4,306,955	1,678,017
Financial Liabilities										
Trade & Other Payables	-	-	-	-	-	-	1,081,775	837,745	1,081,775	837,745
Borrowings	13	13	-	499,997	-	-	-	-	-	499,997
Total Financial Liabilities			-	499,997	-	-	1,081,775	837,745	1,081,775	1,337,742

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(Continued)

21. FINANCIAL RISK MANAGEMENT (continued)

(ii) Interest rate risk (continued)

Interest Rate Sensitivity Analysis:

At 30 June 2014, 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 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
Changes in profit				
Increase in interest rate by 2%	52,615	13,079	38,909	2,959
Decrease in interest rate by 2%	(52,615)	(13,079)	(38,909)	(2,959)
Changes in equity				
Increase in interest rate by 2%	52,615	13,079	38,909	2,959
Decrease in interest rate by 2%	(52,615)	(13,079)	(38,909)	(2,959)

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's main product, Class Super, is subject to standard competitive pressures, including price. These risks are addressed by management on an on-going basis.

(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.

22. 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(Continued)

23. DIVIDENDS

Dividends paid during the year

	2014	2013
	\$	\$
Final unfranked dividend for the year ended 30 June 2013 of \$0.005	127,112	-

Refer to Note 26 for details of dividends declared after balance date.

24. RELATED PARTIES

Transactions

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

	2014	2013
	\$	\$
Transactions with Entities within the Group:		
Expenses paid on behalf of Class Super Pty Limited recovered by Super IP Pty Ltd	2,625,675	1,941,325
Class Super SMSF Superannuation Administration Software Royalties	5,807,843	3,537,576
Outstanding balances between the Group as at balance date:		
Expenses paid on behalf of Class Super Pty Limited by Super-IP Pty Ltd	286,176	129,147
Royalties Payable to Super IP Pty Ltd	498,241	402,507
Accrual of estimated royalties Payable to Super IP Pty Ltd	459,076	376,656

Other Related Party Transactions

Director Fees 2014 Financial Year	Director Fees	Superannuation	Total
	\$	\$	\$
Non-Executive Directors			
Barry Martin Lambert (Chairman)	12,000	1,110	13,110
Alfred Marishel	6,000	555	6,555
Roderick Kibble	6,000	555	6,555
Kevin Edward Wyld	6,000	555	6,555
Rajarshi Ray ⁽¹⁾	6,000	555	6,555
Executive Directors ⁽²⁾			
Richard George Barber	6,000	555	6,555
Total	42,000	3,885	45,885

(1): Mr Ray resigned from his position as CEO in January 2014.

(2): 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 services. Messrs Ray and Barber also received payments of salaries and wages in relation to their non-director services to the Company during the year.

(3) Mr Barber ceased receiving director fees effective 1 July 2014.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014
(Continued)

24. RELATED PARTIES (Continued)

	2014 \$	2013 \$
Transactions with Director-related entities:		
Referral fees payable to Count Financial Limited ⁽¹⁾	239,633	183,809
Payments to Silos Estate ⁽²⁾	2,442	4,784

Outstanding balances as at balance date:

Referral fees payable to Count Financial Limited	-	-
Accrual of estimates of Referral Fees payable to Count Financial Limited	21,596	67,651

Note: (1) Mr Lambert, a Director of the Company, was also Chairman of Count Financial Ltd until 20 January 2014.

(2) Mr Ray, a Director of the Company, is also a significant shareholder of the Silos Estate which provided goods and services at below market rate.

25. AUDITORS' REMUNERATION

	Consolidated 2014 \$	Consolidated 2013 \$	Parent Entity 2014 \$	Parent Entity 2013 \$
Audit & Assurance Fees	25,210	21,475	14,500	11,950
Under provision for prior year	3,250	2,000	2,500	500
Taxation & Other Services ⁽¹⁾	25,440	5,400	23,000	4,200
	<u>53,900</u>	<u>28,875</u>	<u>40,000</u>	<u>16,650</u>

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

26. SUBSEQUENT EVENTS

On 23 July 2014, the Directors declared a final unfranked dividend for the year end 30 June 2014 of \$0.025 per ordinary share payable, 3 November 2014. The total estimated distribution is \$695,942 based on the number of shares on issue on the record date of 30 September 2014.

The Board of Super IP has recommended that the members appoint Grant Thornton Audit Pty Limited as the auditors of Super IP Pty Ltd, Class Super Pty Ltd and Class Investment Reporter Pty Ltd at the Annual General Meeting to be held 24 November 2014.

There has not arisen in the interval between the reporting date and date of this financial report any other 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.

27. COMPANY DETAILS

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

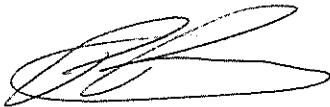
DIRECTORS' DECLARATION

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 26, 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 2014 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:



Richard Barber
Director



Alfred Marishel
Director

Sydney, 31 October 2014



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

ABN 20 706 861 260

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 2014 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.



CRISPIN & JEFFERY

CHARTERED ACCOUNTANTS

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PARTNERS:
JONATHAN R BLAKE
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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**

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ABN 20 706 861 260

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 2014 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
57 Grosvenor Street
Neutral Bay, NSW, 2089

Mark G Arthur

Neutral Bay

Dated this

31st

day of

October

2014