

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)
ABN 64819095900
For the year ended 30 June 2019

Prepared by Ross Wakelin IMYB

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MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2019

Committee's Report

Your executive committee members submit the financial report of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) for the financial year ended 30 June 2019.

Committee Members

The names of executive committee members throughout the year and at the date of this report are:

Committee Member	Position	Date Started / Terminated
Neil Tank	President	Aug 2012 to present
Bruce Hoffman	Vice President	May 2018 to present
Gary Pope	Treasurer	Sep 2017 to present
Kevin Dodd	Secretary	May 2007 to August 2018
Tyson Dodd	Secretary	August 2018 to present
Neil Tank	Public Officer	May 2013 to present
Kevin Dodd	Safety Manager	May 2016 to May 2019
Tyson Dodd	Safety Manager	May 2019 to present

Meetings of Committee Members

During the financial year, a number of executive committee meetings were held. Attendances by each of committee member during the year were as follows:

Committee Members Name	Number Eligible to Attend	Number Attended
Neil Tank	11	11
Bruce Hoffman	11	11
Gary Pope	11	11
Kevin Dodd	11	6
Tyson Dodd	11	11

Principal Activities

The MAAA is the largest aeromodelling organisation in Australia and encourages and supports Australians to enjoy aeromodelling in a safe and fun environment.

MAAA provides a management structure, technical expertise and club management support, making it easier for clubs to grow and manage their sport.

As a leading expert the MAAA help clubs provide the best advice, instructors and knowledge base so members can safely learn to fly and enjoy their sport.

Significant Changes

No significant change in the nature of these activities occurred during the year.

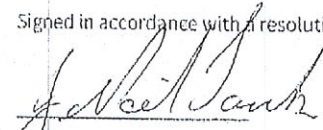
Operating Result

The loss after providing for income tax for the financial year amounted to, as per below: \$119,333


Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:


Neil Tank (President)

Date 11/11/2019



Gary Pope (Treasurer)

Date 25/09/2019

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2019

	2019	2018
Income		
Affiliations [41100]	491,218	503,982
CASA Subsidy	9,410	9,409
Interest on Field Loans		
Bairnsdale [41850]	289	170
CRAMS Loan Interest	131	-
Interest NAAS	109	140
Interest SMF	-	331
Kalamundra Club loan interest	460	1,923
P and DARCS Loan Interest	140	188
PARCS Interest	287	323
SSL loan interest	-	185
TMAC Loan Interest	158	236
Twin Cities Loan interest	858	919
VMAA Loan Interest	-	586
Interest - WAMASC	-	175
Total Interest on Field Loans	2,432	5,175
Interest on Bank Accounts		
Interest Cash Reserve 213671	-	129
Interest Cash Reserve 240514	-	4,477
Interest Field Loan 300545	21,480	20,650
Interest Insurance Levy 305098	2,674	8,101
Interest Bank 177965	249	225
Interest Term Deposit 305100	20,212	18,128
Total Interest on Bank Accounts	44,615	51,711
Rent Income		
Bairnsdale [42311]	3,182	3,182
Elgin WA	84	84
Sale Field [42314]	45	50
Toowoomba	58	57
Total Rent Income	3,369	3,372
Other Income		
Advertising Promotion & S'ship	1,182	250
Badges	-	1,041
Interest Income	-	121
Other Income [44001]	360	-
Professional Instructor Fee	136	45
Reeves Plains Rent	1,052	-
Baccus Marsh Field Rental	1,000	-
Total Other Income	3,730	1,457

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Income and Expenditure Statement

Mind Your Business
Small Business Solutions

	2019	2018
Donations AMFD	-	2,400
Total Income	554,775	577,507
Gross Surplus	554,775	577,507
Expenditure		
Administration		
Accounting & Auditing Fees	4,000	7,034
Annual Leave Prov'n	6,193	2,222
Bank Fees	95	10
Book Keeping	9,165	9,379
CFI Trainer	4,474	-
Computer Expenses	1,139	1,585
Executive Expenses	3,979	920
Field Development	-	313
Freight	447	-
Insur Claims	19,340	14,050
Insur Office Equip	-	13
Interest Expense	-	9
Internet & Web Site	5,753	8,837
Long Service Leave Prov'n	1,342	1,636
MAAA Grant	-	3,000
Membership Cards [62500]	4,480	4,449
Membership System	7,500	750
Miscellaneous	1,858	6,872
Office expenses	4,015	980
Post & Freight	2,556	3,825
Printing	237	734
Property Expenses	3,671	3,272
Secretary Change over	1,001	7,432
Secretary Expense	4,557	11,044
Secretary Salary	130,768	100,000
Secretary World Champs	4,620	121
Special Event-AMFD	31	-
Storage	-	2,292
Sub Committee Expen	-	788
Super Guarantee	18,491	10,292
Tele Conference - Executive	348	836
Telephone	1,342	2,187
Treasurer Travel	-	172
Uniforms	245	1,126
Total Administration	241,647	206,180
Promotion and Marketing		
Advertising & Promotion	14,993	13,503
Education	13,406	4,750

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Income and Expenditure Statement

I Mind Your Business
Not-For-Profit Accountants

	2019	2018
MAAA Flight Proficiency	2,747	479
Major Events	26,021	10,180
Marketing Expenses	73,115	76,899
Sponsorship	-	2,000
Training (Instructors)	-	12,249
Total Promotion and Marketing	130,282	120,059
Member Services		
Affiliation Fees - A.S.A.C.	32,808	32,818
C.I.A.M. & Sec Trip	8,853	8,518
Club Assistance	48,214	39,330
Conference Fees - Annual	26,768	14,222
Insurance	86,338	105,454
Legals/Copyright	1,500	2,345
Library / Museum - Maintenance	2,500	-
Library/Museum - Storage	3,000	4,342
Life and Merit Awards	15	391
President Expenses	2,505	2,858
Workcover	183	505
Total Member Services	212,684	210,784
Competition Support		
Nationals Grant	9,091	10,375
President Major Events	2,829	4,908
Secretary Major Events	16,617	1,549
W/Champs Team & Judges Support	41,976	46,841
Total Competition Support	70,512	63,673
Presidents Travel	7,109	-
Executive Promotion	6,873	-
Treasurer Honorarium	5,000	-
Total Expenditure	674,108	600,696
Current Year Surplus/ (Deficit) Before Income Tax Adjustments	(119,333)	(23,189)
Current Year Surplus/(Deficit) Before Income Tax	(119,333)	(23,189)
Net Current Year Surplus After Income Tax	(119,333)	(23,189)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)
As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Cash and Cash Equivalents	2	1,980,316	2,126,694
Trade and Other Receivables	3	216,492	158,554
Inventories		35,428	39,260
GST Receivable		2,112	4,219
Members Loan Accounts	4	5,000	-
Total Current Assets		2,239,348	2,328,727
Non-Current Assets			
Investment in Shares		10,000	10,000
Land and Buildings	5	1,583,102	1,573,288
Members Loan Accounts	4	102,153	136,049
Other Non-Current Assets		25,000	25,000
Total Non-Current Assets		1,720,254	1,744,337
Total Assets		3,959,602	4,073,064
Liabilities			
Current Liabilities			
Trade and Other Payables	6	9,672	5,256
Deferred Income	7	181,854	115,282
Employee Entitlements	8	10,727	75,844
Total Current Liabilities		202,253	196,382
Other Current Liabilities			
Rounding		(1)	(1)
Total Other Current Liabilities		(1)	(1)
Total Liabilities		202,253	196,381
Net Assets		3,757,349	3,876,683
Member's Funds			
Capital Reserve		3,757,349	3,876,683
Total Member's Funds		3,757,349	3,876,683

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2019

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1985 - South Australia as amended. The executive committee has determined that the association is not a reporting entity.

The financial report covers Model Aeronautical Association of Australia Inc. as an individual entity. The Model Aeronautical Association of Australia Inc. is an association incorporated in South Australia under the Associations Incorporation Act 1985 - South Australia as amended.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

Income Tax

No provision for income tax has been raised as the association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997. The MAAA is an association established to encourage and support Australians to enjoy aeromodelling in a safe and fun environment. The association has a physical presence in Australia and, to that extent, incurs its expenditure and pursues its objectives principally in Australia as required under Division 50-70 of the Income Tax Assessment Act 1997.

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Freehold Land

Freehold Land reflects purchases of land both pre and post the adoption of Australian Accounting Standards in 2005. The Elgin, Bairnsdale and Reeves Plains land is held at cost plus capitalized legal expenditure and relates to land purchased post 2005. The Sale and Toowoomba properties purchased pre 2005, are held at deemed cost in the financial statements, where their value reflects a revaluation increment allowed by AASB1; First time adoption of Australian Accounting Standards.

Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

These notes should be read in conjunction with the attached compilation report.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

These notes should be read in conjunction with the attached compilation report.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Accounts Payable and Other Payables

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

	2019	2018
2. Cash on Hand		
Cheque Account ..7965	637,342	113,220
Field Loans Account ..0514	6,818	908
Insurance Levy Account ..3671	871	871
Premium Investment Acct ..3663	97	97
Term Deposit; Fields ..0545	742,130	920,650
Term Deposit; General ..5100	593,058	772,846
Term Deposit; Insurance ..5098	-	318,101
Total Cash on Hand	1,980,316	2,126,694
	2019	2018
3. Trade and Other Receivables		
Trade Receivables		
Sundry Debtors	1,000	4,123
Trade Debtors	105,029	68,987
Total Trade Receivables	106,029	73,109
Prepayments		
Prepaid Fees	-	10,000
Prepaid Insurance	110,463	75,444
Total Prepayments	110,463	85,444
Total Trade and Other Receivables	216,492	158,554

These notes should be read in conjunction with the attached compilation report.

4. Related Party Transactions

Interest in Contracts

Loans to Clubs and State Associations are shown as both current and non current Asset at June 30th. The split between current and non-current has been determined based on the loan agreement in place, where the current position reflects repayments expected to be received by the association within the next twelve months

	2019	2018
Members Loan Accounts		
Current Assets		
Loan for Pylon WC 2019	5,000	-
Total Current Assets	5,000	-
Non Current Assets		
Bairnsdale and District	6,650	8,770
CRAMS Loan Account	-	10,000
Kalamunda Aeronautical Model S	22,278	26,278
National Aeromodelling & Avito	-	6,000
P and DARCS	6,000	8,000
PARCS	14,600	16,400
TMAC	6,605	11,081
Twin Cities Loan Account	45,500	49,000
VMAA Loan Account	520	520
Total Non Current Assets	102,153	136,049
Total Members Loan Accounts	(107,153)	(136,049)
	2019	2018

5. Land and Buildings

Land		
Land at Cost		
Finnis Field - Clayton Bay SA	9,866	-
Bairnsdale Vic	243,885	243,885
Ballan Vic	518,266	518,266
Elgin WA Field	149,269	149,269
Reeve Plains SA	528,688	528,688
Sale Field [13220]	35,000	35,000
Toowoomba Field	98,128	98,181
Total Land at Cost	1,583,102	1,573,288
Total Land	1,583,102	1,573,288
Total Land and Buildings	1,583,102	1,573,288

These notes should be read in conjunction with the attached compilation report.

	2019	2018
6. Trade and Other Payables		
Trade Payables		
Sundry Creditors	1,750	-
Trade Creditors	7,745	5,026
Credit Cards	178	230
Total Trade Payables	9,672	5,256
Total Trade and Other Payables	9,672	5,256
7. Deferred Income		
Affiliation fees for the forthcoming year invoiced in the current year		
	2019	2018
Deferred Income		
Other Deferred Income		
Deferred Revenue	181,854	115,282
Total Other Deferred Income	181,854	115,282
Total Deferred Income	181,854	115,282
	2019	2018
8. Employee Entitlements		
PAYG Tax Payable	2,587	11,076
Provision for Annual Leave	6,690	45,533
Prov'n for Long Service Leave	1,450	18,443
Superannuation Payable	-	792
Total Employee Entitlements	10,727	75,844

These notes should be read in conjunction with the attached compilation report.

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)
 For the year ended 30 June 2019

	2019	2018
Equity		
Opening Balance	3,876,683	3,899,872
Increases		
Profit for the Period	(119,333)	(23,189)
Total Increases	(119,333)	(23,189)
Total Equity	3,757,349	3,876,683

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)
For the year ended 30 June 2019

	2019	2018
Operating Activities		
Cash Receipts From Other Operating Activities	565,862	609,968
Cash Payments From Other Operating Activities	(705,692)	(623,452)
Net Cash Flows from Operating Activities	(139,830)	(13,484)
Investing Activities		
Proceeds From Sales of Property, Plant and Equipment	12,800	935,888
Payment for Property, Plant and Equipment	(22,614)	(1,464,576)
Loans to Related Parties	39,196	68,515
Other Cash Items From Investing Activities	(18,152)	4,993
Net Cash Flows from Investing Activities	11,231	(455,180)
Financing Activities		
Loans from Related Parties	-	(25,110)
Net Cash Flows from Financing Activities	-	(25,110)
Other Activities		
Other Activities	(17,778)	(33,744)
Net Cash Flows from Other Activities	(17,778)	(33,744)
Net Cash Flows	(146,377)	(527,519)
Cash and Cash Equivalents		
Cash and cash equivalents at beginning of period	2,126,694	2,654,213
Cash and cash equivalents at end of period	1,980,316	2,126,694
Net change in cash for period	(146,377)	(527,519)

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2019

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, Neil Tank, and Gary Pope, being members of the executive committee of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC), certify that -

The statements attached to this certificate give a true and fair view of the financial position and performance of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) during and at the end of the financial year of the association ending on 30 June 2019.

Signed:

Dated: / /

Signed:

Dated: / /

**MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.**

We have audited the accompanying financial report, being a special purpose financial report of the Model Aeronautical Association of Australia Inc., which comprises the statement of financial position as at 30 June 2019, the statement of profit or loss and other comprehensive income, statement of changes in members funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the governing Committee's declaration.

Responsibility of Those Charged with Governance

The governing committee are responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in **Note 1** to the financial report is appropriate to meet the requirements of the *Associations Incorporation Act (1985) (South Australia)* and is appropriate to meet the needs of the members.

The governing committee's responsibility also includes such internal control as the governing committee determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

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. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An 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 judgement, including the assessment of the risks of 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 association'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 governing committee, 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.

**MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.**

Independence

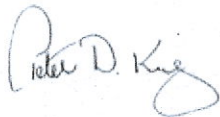
In conducting our audit, we have complied with APES 110 *Code of Ethics for Professional Accountants*.

Opinion

In our opinion, the financial report of Model Aeronautical Association of Australia Inc. presents fairly, in all material respects, the association's financial position as at 30 June 2019 and its performance and its cashflows for the year ended on that date in accordance with Australian Accounting Standards, the accounting policies described in Note 1 to the financial report and the financial reporting requirements of the *Associations Incorporation Act (1985)*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Model Aeronautical Association of Australia Inc. to meet the requirements of the *Associations Incorporation Act (1985) (South Australia)* and the needs of the members as determined by the governing committee. As a result, the financial report may not be suitable for another purpose.



PETER D KING

ASV PARTNERS

Date: 23 September 2019

CHELtenham

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)
For the year ended 30 June 2019

I, Gary Pope of 5 Williams Rd, NORTH ROCKS, NSW, Australia, 2151 certify that:

1. I attended the annual general meeting of the association held on [/ /].
2. The financial statements for the year ended 30 June 2019 were submitted to the members of the association at its annual general meeting.

Dated: / /

Compilation Report

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2019

Compilation report to MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC).

We have compiled the accompanying special purpose financial statements of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC), which comprise the asset and liabilities statement as at 30 June 2019, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Committee Member's

The executive committee of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

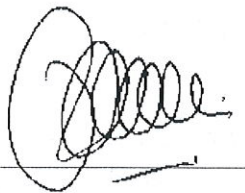
On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the executive committee who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.



Ross Wakelin T/as IMYB

Ross Wakelin IPA 134791

Dated: 25/09/2019