

TOTALCARE INDUSTRIES LIMITED

Objectives

Totalcare Industries Limited (TCI) is no longer an active business entity. It is expected that the process of assessing, discharging and acquitting residual liabilities will be completed by the end of 2009-10.

As soon as these liabilities are acquitted the company will be wound-up as per the *Corporations Act 2001*.

2008-09 Priorities

Strategic and operational issues to be pursued in 2008-09 include:

- settling a large proportion of the outstanding superannuation liabilities;
- continuing to resolve the remaining outstanding superannuation liabilities; and
- continuing to wind down the company.

Estimated Employment Level

2007-08 Budget	2007-08 Est. Outcome	2008-09 Budget
- Staffing (FTE)	-	-

Totalcare Operating Statement

2007-08 Budget \$'000		2007-08 Est.Outcome \$'000	2008-09 Budget \$'000	Var %	2009-10 Estimate \$'000	2010-11 Estimate \$'000	2011-12 Estimate \$'000
Income							
Revenue							
11	Interest	11	13	18	13	0	0
535	Other Revenue	535	525	-2	71	0	0
546	Total Revenue	546	538	-1	84	0	0
Gains							
0	Total Gains	0	0	-	0	0	0
546	Total Income	546	538	-1	84	0	0
Expenses							
495	Supplies and Services	495	495	-	465	0	0
6	Other Expenses	6	0	-100	0	0	0
501	Total Ordinary Expenses	501	495	-1	465	0	0
45	Operating Result	45	43	-4	-381	0	0

Totalcare Balance Sheet

Budget as at 30/6/08 \$'000		Est.Outcome as at 30/6/08 \$'000	Planned as at 30/6/09 \$'000	Var %	Planned as at 30/6/10 \$'000	Planned as at 30/6/11 \$'000	Planned as at 30/6/12 \$'000
Current Assets							
318	Cash and Cash Equivalents	333	86	-74	0	0	0
17	Receivables	87	87	-	0	0	0
198	Other	47	337	617	0	0	0
533	Total Current Assets	467	510	9	0	0	0
Non Current Assets							
0	Receivables	11,985	4,249	-65	0	0	0
10,780	Other	0	0	-	0	0	0
10,780	Total Non Current Assets	11,985	4,249	-65	0	0	0
11,313	TOTAL ASSETS	12,452	4,759	-62	0	0	0
Current Liabilities							
70	Payables	129	129	-	0	0	0
70	Total Current Liabilities	129	129	-	0	0	0
Non Current Liabilities							
10,780	Employee Benefits	11,985	4,249	-65	0	0	0
10,780	Total Non Current Liabilities	11,985	4,249	-65	0	0	0
10,850	TOTAL LIABILITIES	12,114	4,378	-64	0	0	0
463	NET ASSETS	338	381	13	0	0	0
REPRESENTED BY FUNDS EMPLOYED							
463	Accumulated Funds	338	381	13	0	0	0
463	TOTAL FUNDS EMPLOYED	338	381	13	0	0	0

**Totalcare
Cash Flow Statement**

2007-08 Budget \$'000		2007-08 Est.Outcome \$'000	2008-09 Budget \$'000	Var %	2009-10 Estimate \$'000	2010-11 Estimate \$'000	2011-12 Estimate \$'000
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts							
11	Interest Received	11	13	18	0	0	0
5,525	Other Revenue	2,163	7,766	259	4,249	0	0
5,536	Operating Receipts	2,174	7,779	258	4,249	0	0
Payments							
5,000	Related to Employees	1,637	7,736	373	4,249	0	0
495	Related to Supplies and Services	495	290	-41	86	0	0
5,495	Operating Payments	2,132	8,026	276	4,335	0	0
41	NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	42	-247	-688	-86	0	0
41	NET INCREASE/(DECREASE) IN CASH HELD	42	-247	-688	-86	0	0
277	CASH AT BEGINNING OF REPORTING PERIOD	291	333	14	86	0	0
318	CASH AT THE END OF THE REPORTING PERIOD	333	86	-74	0	0	0

Totalcare Statement of Changes in Equity

Budget as at 30/6/08 \$'000		Est.Outcome as at 30/6/08 \$'000	Planned as at 30/6/09 \$'000	Var %	Planned as at 30/6/10 \$'000	Planned as at 30/6/11 \$'000	Planned as at 30/6/12 \$'000
418	Opening Balance	293	338	15	381	0	0
	Accumulated Funds						
45	Operating Result for the Period	45	43	-4	-381	0	0
	Reserves						
45	Total Income And Expense For The Period	45	43	-4	-381	0	0
	Transactions Involving Equity Holders Affecting Accumulated Funds						
463	Closing Balance	338	381	13	0	0	0

Notes to the Budget Statements

Totalcare's Budget estimates are aligned with the settlement schedule of its superannuation liabilities. These settlements largely depend upon the availability of external specialists and the results of analysis undertaken during the course of the year.

Following extensive work on the settlement process, Totalcare has recast the outstanding superannuation liability at \$12 million.

Significant variations are as follows:

Balance Sheet

- other non current assets and non current liabilities:
 - the increase of \$1.205 million in the 2007-08 estimated outcome from the original budget is due to a reassessment of the outstanding superannuation liability; and
 - the decrease of \$7.736 million in the 2008-09 Budget from the 2007-08 estimated outcome reflects the re-statement of the liability, as well as the anticipated settlement pattern of outstanding superannuation liabilities.

Statement of Changes in Equity

Variances in the statement are explained in the notes above.