

D. Entities not preparing financial reports

When entities are part of a group and are secured by a deed of cross-guarantee (with each entity in that group agreeing to cover debts of the others), they are not required to prepare financial reports. In addition, dormant or small companies that meet specific criteria under the *Corporations Act 2001* are not required to prepare financial reports.

The Auditor-General will not issue audit opinions for the following controlled public sector entities for 2019–20, as they were not required to prepare financial statements.

Figure D1
Water sector entities not preparing financial reports in 2019–20

Public sector entity	Reason for not preparing financial statements
Bulk water supplier	
Controlled entities of Sunwater Limited	
North West Queensland Water Pipeline Pty Ltd	Deed of cross guarantee ASIC instrument
Eungella Water Pipeline Pty Ltd	Deed of cross guarantee ASIC instrument
Burnett Water Pty Ltd	Deed of cross guarantee ASIC instrument
Distributor–retailer	
Controlled entity of Northern SEQ Distributor-Retailer Authority (trading as Unitywater)	
Unitywater Properties Pty Ltd	Non-reporting (exemption under <i>Corporations Act 2001</i>)

Note: ASIC—Australian Securities and Investments Commission.

Source: Compiled by the Queensland Audit Office.

