



**BUILDCORP GROUP PTY LTD**  
**2024 TAX TRANSPARENCY REPORT**

## Summary

Buildcorp Group Pty Limited ("Buildcorp") is a family owned commercial construction business that commenced in 1990 specialising in fit-out, refurbishment, new build, remedial, façade and architectural joinery.

This aim of this report is to outline how Buildcorp has contributed to the Australian tax base in the 2024 financial year and has been prepared on a voluntary basis and in accordance with the Board of Taxation's Voluntary Tax Transparency Code.

## Introduction

Construction has been Buildcorp's core business for over 35 years, however the evolution of our family-owned business has differentiated us beyond just what we do. Our difference comes from who we are and what we stand for; how we treat our people, partners and community matters to each of us.

On every project, in every relationship, across everything we do, our focus is on having a positive impact together.

The collective, collaborative attitude of our people is our real difference, and our reward is over three decades of success: passionate staff, loyal customers, industry leading systems, award winning projects, supportive suppliers and a reputation to be proud of.

We offer commercial construction solutions across three Australian states, six core services and twelve sectors of expertise.

## Buildcorp's approach to tax governance

Buildcorp has a Board endorsed Tax Governance Framework which has been prepared based on Australian Taxation Office's ("ATO") guidance.

Buildcorp's Tax Governance Framework is supported by strong policies and procedures to ensure Buildcorp pays the correct amount of tax, complies with taxation legislation and any tax risks are managed appropriately.

Buildcorp's low tax risk appetite is reflected in the following general principles that it has adopted in its Tax Governance Framework:

- ▼ Is open and honest in tax disclosures and dealings with tax authorities.
- ▼ Seeks to pay the correct amount of tax determined by legislation.
- ▼ Enters only into transactions or structures based on the commercial outcomes without relying on the tax impact for their viability.
- ▼ External advice will be sought where tax risk is assessed as material in number or nature.
- ▼ Protect the reputation of Buildcorp at all times.

Tax planning activities that go beyond supporting genuine commercial activities or optimisation of shareholder's returns are not undertaken by Buildcorp, nor does it engage in any aggressive tax planning activities.

Our low appetite for tax risk is exhibited through our utilisation of external tax advisers who assist and provide us with strong internal controls and mechanisms to limit tax risk. Our risk tolerance is also demonstrated through our clear and honest engagement with the ATO.

## Engagement with the Australian Tax Office

Buildcorp is committed to open and transparent dealings with the ATO to ensure the professional and efficient resolution of any tax matters or reviews.

The relationship between Buildcorp and the ATO (or any other relevant tax authority) is managed through representatives of Buildcorp or its external advisor.

## Contribution to the Australian tax base

As a building contractor, Buildcorp primarily receives income from construction contracts. Buildcorp strives to receive commercial returns from these contracts, as such these returns are taxable in Australia. From the generation of taxable income in Australia, Buildcorp generates franking credits which can be distributed to its shareholders.

For the 2024 financial year, Buildcorp produced a taxable income of \$7,577,954 which resulted in a contribution to the Australian tax base of \$2,273,386.

## Reconciliation of accounting profit to income tax paid

The Table below reconciles the consolidated revenue as published in Buildcorp's 2024 Annual Report, to the tax paid by Buildcorp.

Year ended 30 June 2024	\$ AUD
<b>Accounting profit before income tax expense</b>	<b>\$6,422,629</b>
Prima Facie tax at 30%	\$1,926,789
Other assessable income	\$32,971,837
Non-deductible expenses	\$14,812,529
Deduction for decline in value of depreciating assets	-\$456,267
Immediate deduction for capital expenditure	-\$15,080
Other income not included in assessable income	-\$34,911,871
Other deductible expenses	-\$11,245,823
<b>Taxable income</b>	<b>\$7,577,954</b>
<b>Income tax at 30%</b>	<b>\$2,273,386</b>
Current year tax instalments paid	\$2,065,554
Income tax payable upon lodgement	\$207,832

## Our Tax contribution

In addition to the contribution to the Australian tax base through company income tax payments, Buildcorp also paid a variety of state and federal taxes for the year ended 30 June 2024 outlined in the table below.

Year ended 30 June 2024	\$ AUD	Description
Corporate income taxes	\$2,273,386	Company income tax at 30%
Withholding taxes	\$26,191,826	Tax withheld from salary and wages
Payroll tax	\$4,918,241	State taxes payable on salary and wages
Fringe benefits tax	\$1,836,869	Tax on benefits provided to employees
<b>Total Tax Contributions</b>	<b>\$35,220,322</b>	

## International related party dealings

Buildcorp's business is solely operational in Australia. Therefore, there are no corresponding international related party dealings or potentially tax sensitive cross-border transactions that would impact Buildcorp's tax contributions to the Australian tax base.

## ATO tax transparency disclosures

The ATO publishes limited data taken from tax returns for resident private companies with total income of \$200 million or more.

The data disclosed by the ATO includes:

- ▼ Total income: is the total income generated within the period before deduction of expenses.
- ▼ Taxable income: is calculated from total income less expenses and adjusted for taxable differences. Tax is calculated on the taxable income.
- ▼ Tax payable: is tax calculated at the corporate income tax rate (30%) of taxable income and reduced by available tax offsets.

	30 June 2024	30 June 2023
Total income	\$672,090,390	\$693,381,467
Taxable income	\$7,577,954	\$1,456,945
Tax Payable	\$2,273,386	\$437,084

The Buildcorp group of companies is proud to have achieved and maintained Justified Trust since 2022 in respect of its income tax obligations as part of the ATO's Top 500 assurance review.

## Further Information

Further information in relation to Buildcorp is available at [www.buildcorp.com.au](http://www.buildcorp.com.au)