

GRACE PARK HAWTHORN CLUB INC.
COMMITTEE OF MANAGEMENT REPORT

Your Committee of Management submit the financial report of Grace Park Hawthorn Club Inc. for the financial year ended 31 July 2025.

COMMITTEE OF MANAGEMENT

The names of the Committee Members throughout the year and at the date of this report are:

Jane Nathan (President)	Cherie Leatham
Angus Henderson (Secretary)	James Canty
Gaurav Gupta (Treasurer)	Geoff Sanders
Adam Hubble	James Boyle
Tania Scida	Carla Smarrelli

.....
COMMITTEE MEMBER

.....
COMMITTEE MEMBER

PRINCIPAL ACTIVITIES

The principal activities of the association during the financial year were:

SIGNIFICANT CHANGES

OPERATING RESULT

2024

\$

(55,309)

Signed in accordance with a resolution of the Committee of Management

GRACE PARK HAWTHORN CLUB INC.
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 JULY 2025

	Note	65,000	43,664
Revenue from Operating Activities	(2)	(305,027)	(308,724)
Revenue from Non-Operating Activities	(2)	(302,943)	(349,456)
Bar, Food & Tennis Cost of Sales		(124,022)	
Employee Benefits Expenses	(3)		(118,389)
Depreciation	(4)	(345,468)	
Operational Expenses	(5)		(325,824)
Finance Costs	(6)	(6,289)	
Net Result for the Year			(14,297)
Other Comprehensive Income			
		(71,741)	
Total Other Comprehensive Income			(55,309)
		-	-
Comprehensive Result for the Year			
		-	-
Total Comprehensive Income Attributable to the Members of the Association			(71,741)
2025	2024		
\$	\$		(55,309)
947,008	1,017,717	(71,741)	(55,309)
The accompanying notes form part of these financial statements			
STATEMENT OF FINANCIAL POSITION			

	Note	2025	2024
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash & Cash Equivalents	(7)	360,686	339,916

GRACE PARK HAWTHORN CLUB INC.

Trade & Other Receivables			6,334	5,779
Inventories			22,875	20,691
			389,895	366,386
TOTAL CURRENT ASSETS				
NON-CURRENT ASSETS				
Property, Plant and Equipment	(8)		4,363,336	4,452,721
	AS AT 31 JULY 2025			
TOTAL NON-CURRENT ASSETS			4,363,336	4,452,721
TOTAL ASSETS			4,753,231	4,819,107
CURRENT LIABILITIES				
Trade & Other Payables	(9)		41,263	79,089
Income in Advance			216,853	
				162,035
Provisions	(10)		20,261	22,986
Interest Bearing Liabilities	(11)		-	10,374
			278,377	274,484
TOTAL CURRENT LIABILITIES				
NON-CURRENT LIABILITIES				
Provisions	(10)		4,091	2,119
TOTAL NON-CURRENT LIABILITIES	4,091	2,119	TOTAL LIABILITIES	
282,468	276,603			
NET ASSETS			4,470,763	4,542,504
EQUITY				
Retained Earnings			4,470,763	4,542,504
TOTAL EQUITY			4,470,763	4,542,504
Commitments for Expenditure	(12)			
Contingent Liabilities and Contingent Assets	(13)			

The accompanying notes form part of these financial statements

GRACE PARK HAWTHORN CLUB INC.

STATEMENT OF CHANGES IN EQUITY AS AT 31 JULY 2025

	Retained Earnings \$	TOTAL \$
2024		
Balance at beginning of year	<u>4,597,813</u>	<u>4,597,813</u>
Net Result for the year	(55,309)	(55,309)
Other Comprehensive Income	-	-
Balance at end of year	<u><u>4,542,504</u></u>	<u><u>4,542,504</u></u>

	Retained Earnings \$	TOTAL \$
2025		
Balance at beginning of year	<u>4,542,504</u>	<u>4,542,504</u>
Net Result for the year	(71,741)	(71,741)
Other Comprehensive Income	-	-
Balance at end of year	<u><u>4,470,763</u></u>	<u><u>4,470,763</u></u>

GRACE PARK HAWTHORN CLUB INC.

STATEMENT OF CASH FLOWS AS
AT 31 JULY 2025

	Note	2025	2024
		\$	\$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from Customers		1,152,191	1,150,018
Payments to Suppliers		(746,710)	(666,329)
Payments for Employees		(303,696)	(336,848)
GST Received From/(Paid to) ATO		(36,004)	(43,978)
	(17)	65,781	102,863
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES			
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for Property, Plant & Equipment		(34,637)	-
NET CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES			
CASH FLOWS FROM FINANCING ACTIVITIES			
Net Proceeds/(Repayment of Borrowings)		(10,374)	(10,305)
NET CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES			
NET INCREASE/(DECREASE) IN CASH HELD		20,770	92,558
Cash and Cash Equivalents at Beginning of Period		339,916	247,358
CASH AND CASH EQUIVALENTS AT END OF PERIOD	(17)		
		<u>360,686</u>	<u>339,916</u>

GRACE PARK HAWTHORN CLUB INC.
NOTES TO THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 JULY 2025

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES

The financial statements cover Grace Park Hawthorn Club Inc. as an individual entity. Grace Park Hawthorn Club Inc. is an association incorporated in Victoria and operating pursuant to the *Associations Incorporation Reform Act 2012*.

Basis of preparation

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations), and the *Associations Incorporation Reform Act 2012*. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for cash flow information, have been prepared on an accrual basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(a) Going Concern

As at 31 July 2025, The Club had Equity, represented by Retained Earnings of \$4,470,763 (\$4,542,504 in 2024) and a positive working capital of \$111,518 (\$91,902 in 2024). However, the Club recorded a negative Net Result before Other Comprehensive Income of \$71,741 for the year and a negative Net Result before Other Comprehensive Income of \$55,309 in 2024. There was a Positive Net Cash Flow from Operating Activities of \$65,781 compared to a Positive Cash Flow from Operations in 2024 of \$102,863. There was a positive overall cash movement in 2025 of \$20,770 (positive cash movement of \$92,558 in 2024).

The Club will continue to rely on increased usage of the Club's tennis and squash facilities to ensure future financial viability. Accordingly, the continuing viability of the Club and its ability to continue as a going concern and meet its debts and commitments as they fall due are dependent upon the Club being successful in:

- continuing to achieve sufficient future cash flows from its operations; and
- obtaining additional funding, capital raising or donations.

The Committee believes that the Club will be successful in achieving the above objectives and accordingly have prepared the financial report on a going concern basis.

At this time, the Committee are of the opinion that no asset is likely to be realised for an amount less than the amount at which it is recorded in the financial report as at 31 July 2025. Accordingly, no adjustments have been made to the financial report relating to the recoverability and the classification of the asset carrying amounts or the amounts and classifications of liabilities that might be necessary should the Club not continue as a going concern.

(b) Reporting Entity Report

The report includes all the controlled activities of Grace Park Hawthorn Club Inc.

(c) Rounding Of Amounts

All amounts shown in the financial statements are expressed to the nearest \$1.

(d) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

For the Statement of Cash Flows presentation purposes, cash and cash equivalents includes bank overdrafts, which are included as current borrowings in the Statement of Financial Position.

(e) Receivables

Receivables and other debtors include amounts due from members as well as receivables from customers for goods sold in the ordinary course of business. 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 non-current assets.

Receivables are initially recognised at fair value and subsequently measured at amortised cost, using the effective interest rate method, less any provision for impairment.

(g) Financial Instruments

The Clubs financial instruments consist of cash and cash equivalents, accounts receivable and payable.

Financial Assets

Financial assets includes cash, cash equivalents and trade and other receivables and are subsequently measured at amortised cost.

Financial liabilities

GRACE PARK HAWTHORN CLUB INC.
NOTES TO THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 JULY 2025

Financial liabilities include trade payables and are subsequently measured at amortised cost using the effective interest rate method.

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES (Continued)

(h) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

The cost of fixed assets constructed by the Association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised in the profit or loss during the financial period in which they are incurred.

(j) Depreciation

The depreciable amount of all fixed assets, including buildings, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The following table indicates the depreciation rates of non current assets on which the depreciation charges are based.

Class of Fixed Asset	Rate
Buildings	2.50%
Tennis Courts & Fences	10.00%
Plant & Equipment	10% to 22.5%
Low Value Pool	37.50%

(l) Comparative Figures

Where necessary comparative figures have been reclassified to facilitate comparisons.

(m) Payables

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.

(n) Goods & Services Tax

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 Statement of Financial Position.

Cash flows are represented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(q) Income Recognition

Revenue is recognised in accordance with AASB 15 *Revenue from Contracts with Customers* and AASB 1058: *Income for Not-for-Profit Entities*.

Income is recognised as revenue to the extent it is earned. Unearned income at reporting date is reported as income received in advance.

Amounts disclosed as revenue are, where applicable, net of returns, allowances and duties and taxes.

Memberships

Revenue from memberships is recognised in the period in which the income is earned.

Interest

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial asset.

Other Income

Other income is recognised as revenue when the cash is received.

	2025	2024
	\$	\$
REVENUE		
Revenue from Operating Activities		
Bar Sales	175,493	170,740
Bar Food Sales	64,727	
		69,099
Functions Sales - Drink & Food	203,169	
		238,723
Gym Hire	11,195	
		10,909
Hire of Facilities	38,194	
		38,545
Membership Subscriptions	334,134	
		361,172
Tennis & Squash	86,251	
		86,741
Tournament Fees	11,200	
		9,300
Premier League / Pro AM	8,182	
		16,500
Visitor Fees	14,463	
		15,988
Subtotal Revenue from Operating Activities	947,008	1,017,717
Revenue from Non-Operating Activities		
Other Income	5,987	2,384
Sports Foundation	7,760	
		13,860
Rental Income	17,162	
		15,420
Sponsorships	34,091	
		12,000
Subtotal Revenue from Non-Operating Activities	65,000	43,664
TOTAL REVENUE FROM ORDINARY ACTIVITIES	1,012,008	1,061,381
3. EMPLOYEE EXPENSES		
Salaries & Wages	270,296	313,236
31,532 Workcover	907	4,688
Superannuation		31,740
TOTAL EMPLOYEE EXPENSES	302,943	349,456
4. DEPRECIATION		
Buildings	86,784	
		86,785
Courts & Fences	22,585	
		20,138
Plant & Equipment	14,653	
		11,466
TOTAL DEPRECIATION	124,022	118,389
5. OPERATIONAL EXPENSES		

GRACE PARK HAWTHORN CLUB INC.
NOTES TO THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 JULY 2025

Affiliation & Team Expenses

Affiliation Fees	8,228	9,194
Pennant Fees	3,755	990
Tournament Expenses	1,348	2,182
Other Expenses	928	5,934
	<u>14,259</u>	<u>18,300</u>
	2025	2024

\$ \$

Operational Expenses

Accounting & Audit Fees	7,050	5,316
Advertising	2,551	3,575
Computer Expenses	10,919	11,491
Cleaning Expenses	70,334	62,456
General Expenses	10,455	8,444
Electricity	32,281	37,071
Gas	10,145	10,241
Gym Lease	6,734	-
Kitchen Expenses	6,411	6,567
Insurance	26,547	30,177
Maintenance - Courts	53,431	14,553
Maintenance - Grounds	8,042	9,620
Membership Credit	1,750	636
Postage, Printing & Stationery	2,074	2,900
Property Rates & Charges	7,512	8,111
Premier League / Pro AM	11,646	16,097
Repairs & Maintenance	32,605	34,455
Security	1,220	-
Social Events	4,762	22,022
Telephone & Internet	6,190	6,511
Water Rates	18,550	17,281
	331,209	307,524

FINANCE COSTS

Bank Charges	5,592	8,631
--------------	-------	-------

GRACE PARK HAWTHORN CLUB INC.
NOTES TO THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 JULY 2025

Other Interest	697	5,666
TOTAL FINANCE COSTS		
CASH & CASH EQUIVALENTS		
Cash on Hand	361	361
Cash at Bank	360,325	339,555
TOTAL CASH & CASH EQUIVALENTS		
PROPERTY, PLANT AND EQUIPMENT		
Freehold Land - at Cost	155,571	155,571
Buildings Renovations at Cost	4,694,180	4,694,180
less Accumulated Depreciation	(732,793)	(646,009)
TOTAL OPERATIONAL EXPENSES	360,888	339,996
	345,468	325,824
	3,961,387	4,048,171
Tennis Courts & Fences at Cost	315,726	296,046
less Accumulated Depreciation	(137,389)	(114,804)
	178,337	181,242
Plant & Equipment at Cost	248,140	233,183
less Accumulated Depreciation	(180,099)	(165,446)
	(8,605)	(8,605)
	-	-
	4,363,336	4,452,721
	68,041	67,737
Low Value Pool at Cost	8,605	8,605
less Accumulated Depreciation		
TOTAL PROPERTY, PLANT AND EQUIPMENT		

GRACE PARK HAWTHORN CLUB INC.
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2025

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

RECONCILIATION OF CARRYING VALUES OF ALL ASSET CLASSES

Movement in the carrying amounts for each class of Property, Plant and Equipment between the beginning and the end of the current financial year.

	155,571	4,048,171	181,242	67,737	-	4,452,721
	-	-	19,680	14,957	-	34,637
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	(86,784)	(22,585)	(14,653)	-	(124,022)
	155,571	3,961,387	178,337	68,041	-	4,363,336
	Freehold	Buildings	Tennis Courts	Plant	Low Value	
	Land		& Fences	& Equipment	Pool	Total
	\$	\$	\$	\$	\$	\$
Balance at 1 August 2022	155,571	4,134,956	201,380	79,203	-	4,542,308
Additions	-	-	-	-	-	-
Transfers	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Depreciation Expense	-	(86,785)	(20,138)	(11,466)	-	(118,389)
Balance at 31 July 2024						
Additions						
Transfers						

GRACE PARK HAWTHORN CLUB INC.

Disposals

Depreciation Expense

Balance at 31 July 2025

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2025

	2025	2024
	\$	\$
TRADE & OTHER PAYABLES		
Trade Payables	11,279	6,283
Amounts Payable to ATO	27,713	
		58,341
Sundry Payables & Accruals	2,271	
		14,465
TOTAL TRADE & OTHER PAYABLES		
PROVISIONS		
Current		
Employee Benefits (refer note 10a)	20,261	22,986
Non Current		
Employee Benefits (refer note 10a)	4,091	2,119
TOTAL PROVISIONS		
10a. EMPLOYEE BENEFITS		
Current		
Annual Leave at nominal value	20,261	22,986
	20,261	
Non Current		
Long Service Leave at present value	4,091	22,986
		2,119
TOTAL EMPLOYEE BENEFITS		
INTEREST BEARING LIABILITIES		
Current		
Loan - Tennis Australia	-	10,374
	24,362	29,089
	-	10,374
TOTAL INTEREST BEARING LIABILITIES	-	10,374

The Tennis Australia loan was repaid over 8 years via quarterly instalments, commencing October 2017.

12. COMMITMENTS FOR EXPENDITURE

At the date of this report, the Club had not entered into any agreement for capital expenditure.

13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Committee of Management was not aware on any contingent assets as at 31 July 2025.

The Committee of Management was not aware on any contingent liabilities as at 31 July 2025.

14. EVENTS AFTER THE BALANCE SHEET DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Club, the results of those operations, or the state of affairs of the Club in subsequent financial years.

15. RELATED PARTY TRANSACTIONS

There were no transactions with related parties during the year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2025

16. AUDITORS' REMUNERATION

Amounts received or due and receivable by auditors for:

- auditing the financial statements

	2025	2024
	\$	\$
	3,700	3,700
	<u>3,700</u>	<u>3,700</u>

17. CASH FLOW INFORMATION

For the purpose of the Statement of Cash Flows, cash includes cash on hand and cash in banks. Cash at the end of the year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	Note	2025	2024
		\$	\$
Cash & Cash Equivalents - Operational Funds	(7)	360,686	339,916

TOTAL CASH

Reconciliation of Cash Flow from Operations with Profit from Operations

Profit from Operations			
Cash flows excluded from profit attributable to operating activities		(71,741)	(55,309)
- Depreciation		124,022	118,389
- (Increase)/Decrease in Inventories		(2,184)	(1,901)
- (Increase)/Decrease in Trade & Other Receivables		(555)	1,008
- Increase/(Decrease) in Trade & Other Payables		(37,826)	36,797
- Increase/(Decrease) in Income in Advance		54,818	(8,729)
- Increase/(Decrease) in Employee Benefits		(753)	12,608
NET CASH FLOWS FROM OPERATING ACTIVITIES		<u>360,686</u>	<u>339,916</u>
		65,781	102,863

18. FINANCIAL RISK MANAGEMENT

The Club principal financial instruments comprise of deposits with banks, accounts receivable and payable and interest bearing liabilities.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

		2025	2024
	Note	\$	\$
Financial Assets			
Cash & Cash Equivalents	(7)	360,686	339,916
Receivables		6,334	
			<u>5,779</u>
Total Financial Assets		367,020	345,695
Financial Liabilities			
Trade & Other Payables	(9)	41,263	79,089
Interest Bearing Liabilities (11)	-	10,374	
Total Financial Liabilities		41,263	89,463
STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION AND PERFORMANCE FOR THE YEAR ENDED 31 JULY 2025			

We, _____, and _____,

being members of Grace Park Hawthorn Club Inc. certify that:

The Statements attached to this certificate give a true and fair view of the financial position and performance

of Grace Park Hawthorn Club Inc. during and at the end of the financial year for the Association ending on 31 July 2025.

.....
PRESIDENT -

.....
TREASURER -

Dated this _____ day of _____ 2025.

that:

and

at the annual general meeting.

Dated this day of 2025.

Independent Audit Report to the Members of

GRACE PARK HAWTHORN CLUB INC.

Unqualified Opinion

We have audited the accompanying financial report, being a general purpose financial report, of the Grace Park Hawthorn Club Inc., which comprises the Statement of Financial Position as at 31 July 2025, the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended and notes including material accounting policy information and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position of the Association.

In our opinion, the financial report of the Grace Park Hawthorn Club Inc. is in accordance with the *Associations Incorporation Reform Act 2012 (Vic)* including:

- i. Giving a true and fair view of the Association's financial position as at 31 July 2025 and of its performance for the year ended on that date; and
- ii. That the financial records kept by the Association are such as to enable the financial statements to be prepared in accordance with Australian Accounting Standards.

Basis for Unqualified Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibility under those standards are further described in the *Auditors Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis for the opinion.

Uncertainty Related to Going Concern

We draw attention to Note 1 to the financial statements, which states that Grace Park Hawthorn Club Inc's ability to continue as a going concern and meet its debts and commitments as they fall due, are dependent on Grace Park Hawthorn Club Inc. achieving its income objectives. The Committee believe that Grace Park Hawthorn Club Inc. will be successful in achieving these objectives and have accordingly prepared the financial report on a going concern basis.

Responsibilities of the Committee for the Financial Report

The Committee of the Association 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 *Associations Incorporation Reform Act 2012 (Vic)*, and for such internal control as the Committee determine necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the Association's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

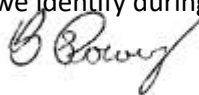
Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion, reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis on this financial report. As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial report , whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion, The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures by the Committee.
- Conclude on the appropriateness of the Committees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report, or if disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease or continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report presents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Bradley Dowsey

Accounting & Audit Solutions Bendigo

Dated this 11th day of November, 2025.