

South West Aboriginal Medical Service Ltd

ABN: 98 241 772 591

Annual Financial Report

For the year ended 30 June 2026

South West Aboriginal Medical Service Ltd

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South West Aboriginal Medical Service Ltd

Directors' report

30 June 2026

The directors present their report on South West Aboriginal Medical Service Ltd (SWAMS) for the financial year ended 30 June 2026.

Information on directors

Director	Appointed	Ceased	Responsibility	Committees	Qualifications/Experience
Ernie Hill	13/12/2016	23/04/2026	Company Secretary	Membership Committee FRAC Committee	Diploma of Management Cert III Aboriginal Primary Health Cert III Drug & Alcohol
Janine Williams	12/02/2018	23/04/2026			Associate Diploma Social Science Cert I Mentoring Cert III Cultural Tourism Extensive Governance Training
Phillip Ugle	23/02/2021	23/04/2026	Chairperson	Membership Committee FRAC Committee	Cert III Land Management Cert I Leadership
Lesley Ugle	23/02/2021			Membership Committee FRAC Subcommittee	Extensive Governance Training Extensive experience working with not-for-profit organisations
Jenny Wallam	10/07/2025	23/04/2026			Cert IV Aboriginal Health Diploma of Aboriginal Mental Health Bachelor of Applied Science Indigenous Community Health
Alicia Khan	10/07/2025	9/03/2026	Skills Based Director		Diploma in Primary Health Care Diploma in Community Services Mental Health Diploma in Counselling

South West Aboriginal Medical Service Ltd

Directors' report

30 June 2026

Information on directors (continued)

Director	Appointed	Ceased	Responsibility	Committees	Qualifications/Experience
Jarrad Zanich	28/07/2025		Skills Based Director Providing governance, strategic and commercial oversight, with a particular focus on finance, risk, audit, policy and major project development. Contributes to governance and oversight of the HealthHUB project.	FRAC Subcommittee HealthHUB Subcommittee	Bachelor of Commerce (Marketing and Management) 20 years' experience in the renewable energy sector Experience working with regional communities and community-focused organisations
Laurence Riley	6/03/2026		Skills Based Director	FRAC Subcommittee HealthHUB Subcommittee	Diploma of Nursing Diploma of Government Diploma of Management Diploma of Business Cert IV in Education
Michelle Munns	23/04/2026		Chairperson	FRAC Committee	Bachelor of Applied Science Indigenous Community Health Cert IV Human Resources Cert IV Logistics Cert IV Business Admin
Robyn McCreanor	23/04/2026			Membership Subcommittee	Cert IV Education Assistance Cert IV Business Governance
Rhonda Norman	23/04/2026			HealthHUB Subcommittee	Extensive Governance Training Certificate II in Indigenous Leadership Qualified Facilitator Train the Trainer

South West Aboriginal Medical Service Ltd

Directors' report

30 June 2026

Information on directors (continued)

Director	Appointed	Ceased	Responsibility	Committees	Qualifications/Experience
Maxine Williams	23/04/2026		Deputy Chairperson	HealthHUB Subcommittee	Bachelor of Education
David Williams	23/04/2026			Membership Subcommittee	Extensive Governance Training

Directors have been in office since the start of the financial year to the date of the report unless otherwise stated.

Director	Number of Meetings Eligible to Attend	Number of Meetings Attended
Phillip Ugle	13	11
Ernie Hill	13	11
Jenny Wallam	13	9
Janine Williams	13	9
Alicia Khan	9	9
Lesley Ugle	14	10
Michelle Munns	6	6
Robyn McCreanor	6	6
Rhonda Norman	6	6
Maxine Williams	6	6
David Williams	6	5
Laurence Riley	9	9
Jarrad Zanich	18	16

Secretary

The Secretary was Ernie Hill from 1 July 2025 until he resigned 25 March 2026. Peter Rogers was the secretary from 25 March 2026 until he resigned 23 April 2026. Michelle Munns was secretary from 23 April 2026 to 30 June 2026.

Principal activities

The principal activity of South West Aboriginal Medical Service Ltd during the financial year was to provide high quality, culturally appropriate and holistic healthcare which builds strong and healthy Aboriginal communities.

No significant changes in the nature of the Company's activity occurred during the financial year.

Operating results

The net surplus of the Company amounted to \$2,355,305 (2025: \$4,308,295).

South West Aboriginal Medical Service Ltd

Directors' report

30 June 2026

Significant changes in state of affairs

During the financial year, the Federal Court of Australia made orders concerning the governance and membership arrangements of the Company. The orders declared certain membership expulsion notices invalid, required an independently administered election of all six Member Director positions at the Annual General Meeting (AGM) held on 23 April 2026, and modified provisions of the Company's constitution.

The election resulted in the appointment of Member Directors with staggered terms of office.

These statements are supported by the Federal Court orders dated 26 February 2026 and SWAMS' published AGM results.

Events after the reporting date

No other significant matters or circumstances have arisen since 30 June 2026 that require disclosure.

Environmental issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Members' Guarantee

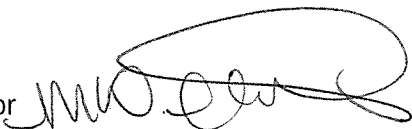
The Company is incorporated under the *Corporations Act 2001* and is a Company Limited by Guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the Company. At 30 June 2026, the total amount that members of the Company are liable to contribute if the Company is wound up is \$15,260 (2025: \$11,440).

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of South West Aboriginal Medical Service Ltd.

Signed in accordance with a resolution of the Board of Directors.

Director



Dated: 23/10/2026

Director



South West Aboriginal Medical Service Ltd

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2026

	Note	2026 \$	2025 \$
Grant revenue	5.a	30,654,085	27,827,899
Capital grant revenue	5.b	7,476,308	1,698,006
Other revenue	5.c	4,871,152	6,085,497
Personnel expenses	6	(23,621,450)	(21,230,920)
Administration and program expenses	8	(7,302,334)	(6,146,318)
Board expenses	9	(942,587)	(406,369)
Consumables, materials and small items of equipment		(395,264)	(481,818)
Write off of work in process	14	(4,707,665)	(8,288)
Interest expense on lease liabilities	15	(221,423)	(191,038)
Interest expense on other liabilities		(354)	(3,527)
Depreciation expense	14	(294,176)	(273,329)
Depreciation expense on right-of-use assets	15	(1,523,746)	(1,344,746)
Motor vehicle expenses		(545,401)	(309,786)
Occupancy expenses		(1,042,188)	(957,843)
Fair value adjustment to financial assets through profit or loss	11	(49,652)	50,875
Profit for the year		2,355,305	4,308,295
Total comprehensive income for the year		2,355,305	4,308,295

The accompanying notes form part of these financial statements.

South West Aboriginal Medical Service Ltd

Statement of financial position

As at 30 June 2026

	Note	2026 \$	2025 \$
Assets			
Current assets			
Cash and cash equivalents	10	15,983,409	18,388,871
Financial assets	11	1,484,990	1,534,642
Trade and other receivables	12	4,167,724	1,804,498
Other current assets	13	879,149	626,720
Total current assets		22,515,272	22,354,731
Non-current assets			
Property, plant and equipment	14	3,117,413	3,110,530
Work in process	14	6,106,252	3,353,188
Right-of-use assets	15	1,537,712	2,624,057
Total non-current assets		10,761,377	9,087,775
Total assets		33,276,649	31,442,506
Liabilities			
Current liabilities			
Trade and other payables	16	17,470,510	17,034,789
Employee benefits	18	1,978,828	1,963,759
Lease liabilities	15	1,207,284	1,337,216
Other financial liabilities	17	-	24,791
Total current liabilities		20,656,622	20,360,555
Non-current liabilities			
Employee benefits	18	418,497	309,379
Lease liabilities	15	434,455	1,360,802
Total non-current liabilities		852,952	1,670,181
Total liabilities		21,509,574	22,030,736
Net assets		11,767,075	9,411,770
Equity			
Retained earnings		11,767,075	9,411,770
Total equity		11,767,075	9,411,770

The accompanying notes form part of these financial statements.

South West Aboriginal Medical Service Ltd

Statement of changes in equity For the year ended 30 June 2026

2025	Retained earnings \$	Total equity \$
Opening balance	5,103,475	5,103,475
Profit for the year	4,308,295	4,308,295
Closing balance	9,411,770	9,411,770

2026	Retained earnings \$	Total equity \$
Opening balance	9,411,770	9,411,770
Profit for the year	2,355,305	2,355,305
Closing balance	11,767,075	11,767,075

The accompanying notes form part of these financial statements.

South West Aboriginal Medical Service Ltd

Statement of cash flows

For the year ended 30 June 2026

	Note	2026 \$	2025 \$
Cash flows from operating activities:			
Receipts from operating activities		4,166,638	3,469,069
Receipts from funding bodies		33,760,245	28,695,921
Payments to suppliers and employees		(31,532,432)	(30,459,877)
Interest received		467,273	726,789
Investment distributions received		76,534	53,898
Interest paid		(221,777)	(194,565)
Net cash flows from operating activities	10.a	6,716,481	2,291,235
Cash flows from investing activities:			
Proceeds from sale of plant and equipment		123,636	-
Purchase of property, plant and equipment		(7,764,788)	(2,182,795)
Proceed from redemption of investment		-	495,139
Net cash used in investing activities		(7,641,152)	(1,687,656)
Cash flows from financing activities:			
Payment of lease liabilities		(1,456,000)	(1,347,272)
Repayment of finance		(24,791)	(54,870)
Net cash used in financing activities		(1,480,791)	(1,402,142)
Net (decrease) in cash and cash equivalents		(2,405,462)	(798,563)
Cash and cash equivalents at beginning of year		18,388,871	19,187,434
Cash and cash equivalents at end of financial year	10.b	15,983,409	18,388,871

The accompanying notes form part of these financial statements.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

1. Introduction

The financial report covers South West Aboriginal Medical Service Ltd as an individual entity. South West Aboriginal Medical Service Ltd is a Company Limited by Guarantee, incorporated and domiciled in Australia.

In the opinion of the directors, South West Aboriginal Medical Service Ltd is a Company Limited by Guarantee under the *Corporations Act 2001* and is a reporting entity but is not publicly accountable. The financial report for the Company has been prepared as a General Purpose - Financial Report - Simplified Disclosures for distribution to the members.

The financial report was authorised for issue by the Directors on October 2026.

The Company is an entity to which ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183 applies and, accordingly amounts in the financial statements and directors' report have been rounded to the nearest dollar.

2. Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards and the *Corporations Act 2001*.

a. Statement of compliance

The financial statements are general purpose financial statements which have been prepared in accordance with the Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

b. Basis of measurement

The financial statements, except for the cash flow information, have been prepared on an accruals 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

c. Functional and presentation currency

These financial statements are presented in Australian dollars, which is the Company's functional currency.

d. Use of estimates and judgements

The preparation of financial statements in conformity with the Australian Accounting Standards – Simplified Disclosures requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

2. Basis of preparation (continued)

d. Use of estimates and judgements (continued)

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future period affected.

e. Going concern

The financial statements have been prepared on a going concern basis which contemplates the realisation of assets and extinguishment of liabilities in the ordinary course of business. The ongoing operation of the services provided by the Company and the ability to continue as a going concern is dependent upon the continued receipt of funds from the Commonwealth and State Government.

3. Material accounting policy information

a. Revenue recognition

i. Contributed assets

The Company receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, the Company recognises related amounts being lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer.

The Company recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amounts.

ii. Operating grants, donations and bequests

When the Company receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance to AASB 15.

When both these conditions are satisfied, the Company:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies the performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

3. Material accounting policy information (continued)

a. Revenue recognition (continued)

ii. Operating grants, donations and bequests (continued)

If a contract liability is recognised as a related amount above, the Company recognises income in profit or loss when or as it satisfies its obligations under the contract.

iii. Capital grants

When the Company receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Company recognises income in profit or loss when or as the Company satisfies its obligations under terms of the grant (at the time capital expenditure is incurred and the applicable milestone conditions as outlined in the grant agreement have been met).

iv. Rendering of services

The Company recognises revenue from rendering of services upon delivery of the service to customers.

v. Medicare income

Medicare income is recognised in profit or loss when the income is earned.

vi. Other income

Other income is recognised when it is received or when the right to receive payment is established.

vii. Finance income

The Company's finance income includes interest income and investment income. Interest income is recognised using the effective interest method. Investment income is recognised when the right to receive the income has been established based on investment statements.

b. Income tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

c. Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payable are stated inclusive of GST.

Receivables and payable are stated inclusive of GST.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

3. Material accounting policy information (continued)

c. Goods and services tax (GST) (continued)

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

The net amount of GST recoverable from (or payable to) the ATO is included as a current asset or liability in the statement of financial position.

d. Property, plant and equipment

i. Recognition and measurement

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment. The Board has determined assets costing \$5,000 or greater are capitalised in the statement of financial position. All other assets costing less than \$5,000 are expensed when incurred.

Cost includes expenditure that is directly attributable to the acquisition of the asset.

Purchased software that is integral to the functionality of the related equipment is capitalised as part of the cost of that equipment.

When parts of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Subsequent expenditure is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Company. Ongoing repairs and maintenance is expensed as incurred.

Any gain or loss on disposal of an item of property, plant and equipment (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in profit or loss.

ii. Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Buildings	10 years
Plant and equipment	3 - 4 years
Motor vehicles	3 - 5 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

3. Material accounting policy information (continued)

e. Leases

At inception of a contract, the Company assesses whether a lease exists.

i. Lessee accounting

If there is a lease present, at the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received. The subsequent measurement of the right-of-use assets at cost less accumulated depreciation and impairment losses.

The right-of-use asset is depreciated over the lease term or the useful life of the underlying asset (whichever is shortest) on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy. Where a lease transfer's ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options, if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

3. Material accounting policy information (continued)

e. Leases (continued)

ii. Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term

f. Employee benefits

i. Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be measured reliably.

ii. Defined contribution plans

Obligations of contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

iii. Long-term employee benefits

The Company's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current prior periods. The benefit is discounted to determine its present value. Re-measurements are recognised in the statement of profit or loss in the period in which they arise.

g. Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

i. Non-derivative financial assets

The Company initially recognises receivables on the date that they are originated. All other financial assets are recognised initially on the trade date that the Company becomes party to the contractual provisions of the instrument.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

3. Material accounting policy information (continued)

g. Financial instruments (continued)

i. Non-derivative financial assets (continued)

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability.

The Company has the following non-derivative financial assets:

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, deposits held at call within financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Trade receivables and contract assets

Receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised initially at fair value plus transaction costs. Subsequent to initial recognition receivables are measured at amortised cost using the effective interest method, less any impairment losses.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in the statement of profit or loss. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Receivables comprise trade and other receivables.

ii. Non-derivative financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, which are unsecured and are usually paid within 30 days of recognition.

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

3. Material accounting policy information (continued)

h. Impairment of non-financial assets

i. Non-financial assets

At the end of each reporting period the Company determines whether there is evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Impairment losses recognised in respect of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to the CGU (group of CGUs), and then to reduce the carrying amount of any goodwill allocated to the CGU (group of CGUs) on a pro rata basis.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

ii. Non-derivative financial assets

The Company considers evidence of impairment for receivables at both a specific asset and collective level. All individually significant receivables are assessed for specific impairment.

All individually significant receivables found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified.

Receivables that are not individually significant are collectively assessed for impairment by grouping together receivables with similar risk characteristics.

In assessing collective impairment the Company uses historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgement as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

3. Material accounting policy information (continued)

h. Impairment of non-financial assets (continued)

ii. Non-derivative financial assets (continued)

Losses are recognised in profit or loss and reflected in an allowance account against receivables. Interest on the impaired asset continues to be recognised.

When a subsequent event (e.g. repayment of a debtor) causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

i. Comparatives

Where necessary, comparative information has been reclassified to achieve consistency in disclosure with current financial amounts and other disclosures.

j. New and amended accounting policies not yet adopted by the Company

AASB 18: Presentation and Disclosure in Financial Statements

AASB 18 replaces AASB 101 as the standard describing the primary financial statements and sets out requirements for the presentation and disclosure of information in AASB-compliant financial statements. Amongst other changes it introduces the concept of the "management-defined performance measures" to financial statements and requires the classification of transactions presented within the statement of profit or loss within one of five categories - operating, investing, financing, income taxes and discontinued operations. It also provides enhanced requirements for the aggregation and disaggregation of information.

The Company plans on adopting the amendment for the reporting period ending 30 June 2029. Management is currently assessing the impact the amendment will have on the financial statements once adopted.

AASB 2024-2: Amendments to the Classification and Measurement of Financial Instruments

AASB 2024-2 amends AASB 9 Financial Instruments and AASB 7 Financial Instruments: Disclosures to clarify how the contractual cash flows from financial assets should be assessed when determining their classification. The amendment also clarifies the derecognition requirements of financial liabilities that are settled through electronic payment systems.

The Company plans on adopting the amendments for the reporting period ending 30 June 2027. The amendment is not expected to have a material impact on the financial statements once adopted.

No other new and amended accounting standards not yet adopted are expected to have a material effect on the Company and will be adopted as required.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

4. Critical accounting estimates and judgements

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

a. Key estimates

i. Impairment

The Company assesses impairment at the end of each reporting period by evaluating the conditions and events specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using fair value less costs to sell or replacement cost calculations which incorporate various key assumptions.

b. Key judgements

i. Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/type, cost value, quantity and the period of transfer related to the goods or services promised.

ii. Employee benefits under AASB 119

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. The Company expects most employees will take their annual leave entitlements within 24 months of the reporting period in which they were earned, but this will not have a material impact on the amounts recognised in respect of obligations for employees' leave entitlements.

iii. Lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease, if the lessee is reasonably certain to exercise that option, and also periods covered by an option to terminate the lease, if the lessee is reasonably certain not to exercise that option. The options that are reasonably certain of being exercised is a key management judgement that the Company will make. The Company determines the likelihood to exercise on a lease-by-lease basis looking at various factors such as which assets are strategic and which are key to future strategy of the Company.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

5. Revenue and other income

a. Grant revenue

	2026	2025
	\$	\$
Commonwealth Department Funding	8,178,187	8,942,323
State Health Department Funding	17,277,353	11,411,739
NDIS Provider Income	150,749	588,928
Other Funding	4,473,110	6,367,980
Contract Liabilities brought forward	3,137,646	3,654,575
Contract Liabilities carried forward	(2,562,960)	(3,137,646)
	30,654,085	27,827,899

b. Capital grant revenue

	2026	2025
	\$	\$
Program Funding - Capital	6,010,000	2,000,000
Contract Liabilities brought forward	12,210,505	11,908,511
Contract Liabilities carried forward	(10,744,197)	(12,210,505)
	7,476,308	1,698,006

i. Capital Grant Funding - Health Hub Project

During the year ended 30 June 2026, the Company commenced construction of the Health Hub project. Capital funding received in prior years for this project had been recognised as a liability in accordance with the requirements of *AASB 1058 Income of Not-for-Profit Entities*, reflecting the Company's obligation under enforceable funding agreements to construct a specified capital asset.

As construction of the Health Hub commenced and progressed during the year, the Company satisfied a portion of its obligations under the funding agreements. Accordingly, \$7,476,308 (2025: \$1,698,006) of funding has been recognised as income in the Statement of Profit or Loss and Other Comprehensive Income, with a corresponding reduction in the liability.

Recognition of income in the prior year related to preliminary expenditure for the Health Hub.

The Health Hub asset under construction is recognised within property, plant and equipment as work in process at 30 June 2026 (refer Note 14).

The funding recognised as income during the year is capital in nature and relates solely to the construction of the Health Hub. It does not represent funding for the Company's ongoing operations, service delivery activities or recurrent programs. The recognition of this income reflects compliance with the accounting requirements of *AASB 1058* and does not indicate that the funding is available for general operational purposes.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

5. Revenue and other income (continued)

c. Other revenue

	2026	2025
	\$	\$
Medicare income	2,645,087	2,234,948
Interest income	455,853	712,530
Investment income	125,026	53,898
Other income	1,521,550	1,234,121
Profit on sale of asset	123,636	-
Gifted land	-	1,850,000
	4,623,880	6,085,497

6. Personnel expenses

	2026	2025
	\$	\$
Wages and salaries	18,886,449	16,924,643
Superannuation expense	2,397,315	2,045,364
Other personnel expenses	215,458	230,853
Leave entitlement expense	2,122,228	2,030,060
Total Personnel expenses	23,621,450	21,230,920

7. Auditor's remuneration

Remuneration of the auditor of the Company, AMD Chartered Accountants, for:		
	2026	2025
	\$	\$
Audit services	23,650	22,750
Other services	10,900	32,230
Total	34,550	54,980

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

8. Administration and program expenses

	2026	2025
	\$	\$
Advertising	190,539	203,255
Client activities	405,963	553,905
Consultants and contractors	1,478,747	649,428
Consumables	110,213	118,754
Insurance	759,597	686,725
IT expenses	434,902	712,108
Medical expenses	610,141	497,150
Community assistance	454,109	260,273
Community foster care	549,471	308,184
Surplus funding returned	388,545	276,451
Other administration expenses	120,738	144,516
Office expenses	408,475	313,044
Pharmaceuticals	62,094	56,835
Repairs and maintenance	184,064	174,518
Telephone expenses	172,584	183,233
Training	836,990	866,766
Workshop expenses	135,162	141,173
	7,302,334	6,146,318

9. Board expenses

	2026	2025
	\$	\$
Board costs - remuneration & superannuation	206,544	108,392
Board costs - travel	85,643	71,196
Board costs - consultancy	49,658	94,650
Board costs - legal	589,304	105,918
Board costs - other operating	11,438	26,213
	942,587	406,369

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

10. Cash and cash equivalents

a. Cash flow information

Reconciliation of net income to net cash provided by operating activities:

	2026 \$	2025 \$
Profit for the year	2,355,305	4,308,295
Add / (less) non-cash items:		
Depreciation	294,176	273,329
Depreciation expense on right of use assets	1,523,746	1,344,746
Profit on sale of assets	(123,636)	-
Adjustment to right-of-use lease liabilities	(37,680)	-
Revaluation of investments	49,652	(50,875)
Write-off of work in process	4,707,665	8,288
Gifted land	-	(1,850,000)
Changes in assets and liabilities:		
(increase) / decrease in trade and other receivables	(2,360,226)	(621,367)
(increase) / decrease in prepayments	(252,429)	(59,412)
increase / (decrease) in trade and other payables	2,476,714	(1,311,636)
increase / (decrease) in contract liabilities	(2,040,993)	(214,935)
increase / (decrease) in employee benefits	124,187	464,802
Cash flows from operations	6,716,481	2,291,235

b. Cash and cash equivalent details

	2026 \$	2025 \$
Petty cash	1,500	1,600
Cash at bank	15,981,909	18,387,271
	15,983,409	18,388,871

Credit standby arrangement and facilities

At 30 June 2026, the Company maintained a \$100,000 business card facility with the Commonwealth Bank of Australia, of which \$40,237 was used at reporting date. This business card facility is secured against cash deposits held with the Commonwealth Bank of Australia. The balance of these deposits at 30 June 2026 was \$15,981,909.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

11. Other financial assets

Current	2026	2025
	\$	\$
Opening balance	1,534,642	1,978,906
Add: distributions	125,025	52,615
Less: distributions paid or payable	(125,025)	(52,615)
Less: unrealised gains/(losses) incurred on revaluation to fair value	(49,652)	50,875
Less: withdrawals	-	(495,139)
Closing balance	1,484,990	1,534,642

The above investments are subject to fluctuations in market value and the values reported represent quoted market prices at reporting date.

12. Trade and other receivables

	2026	2025
	\$	\$
Trade and other receivables		
Trade receivables	3,794,459	1,525,576
Accrued income	261,815	153,051
Accrued interest	27,820	39,241
Security bonds	83,630	86,630
Total Trade and other receivables	4,167,724	1,804,498

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

13. Other current assets

	2026	2025
	\$	\$
Prepayments	879,149	626,720

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

14. Property, plant and equipment

Cost

		Leasehold Land Improvements	Motor vehicles	Computer software	Plant and equipment	Work in process	Total
	\$	\$	\$	\$	\$	\$	\$
2025							
Opening balance	832,873	2,085,727	720,860	270,390	629,148	1,468,134	6,007,132
Additions	1,852,998	36,070	18,027	-	232,358	1,893,342	4,032,795
Disposals	-	-	(43,627)	-	-	-	(43,627)
Assets written off during the year	-	-	-	-	-	(8,288)	(8,288)
	2,685,871	2,121,797	695,260	270,390	861,506	3,353,188	9,988,012
2026							
	\$	\$	\$	\$	\$	\$	Formula \$
Opening balance	2,685,871	2,121,797	695,260	270,390	861,506	3,353,188	9,988,012
Additions	-	126,168	-	-	177,891	7,460,729	7,764,788
Assets written off during the year	-	-	-	-	-	(4,707,665)	(4,707,665)
Disposals	(3,000)	-	(237,569)	-	-	-	(240,569)
	2,682,871	2,247,965	457,691	270,390	1,039,397	6,106,252	12,804,566

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

14. Property, plant and equipment (continued)

Depreciation

		Leasehold	Motor	Computer	Plant and	Work in	
	Land	Improvements	vehicles	software	equipment	process	Total
	\$	\$	\$	\$	\$	\$	\$
2025							
Opening balance	-	(2,008,447)	(506,822)	(222,460)	(536,184)	-	(3,273,913)
Depreciation	-	(97,776)	(76,856)	(14,254)	(84,443)	-	(273,329)
Disposals	-	-	22,948	-	-	-	22,948
	-	(2,106,223)	(560,730)	(236,714)	(620,627)	-	(3,524,294)
		Leasehold	Motor	Computer	Plant and	Work in	
	Land	Improvements	vehicles	software	equipment	process	Formula
	\$	\$	\$	\$	\$	\$	\$
2026							
Opening balance	-	(2,106,223)	(560,730)	(236,714)	(620,627)	-	(3,524,294)
Depreciation	-	(62,902)	(84,518)	(14,255)	(132,501)	-	(294,176)
Disposals	-	-	237,569	-	-	-	237,569
	-	(2,169,125)	(407,679)	(250,969)	(753,128)	-	(3,580,901)

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

14. Property, plant and equipment (continued)

Carrying amounts

	Land \$	Leasehold improvements \$	Motor vehicles \$	Computer software \$	Plant and equipment \$	Work in process \$	Total \$
2025							
At cost	2,685,871	2,121,797	695,260	270,390	861,506	3,353,188	9,988,012
Accumulated depreciation	-	(2,106,223)	(560,730)	(236,714)	(620,627)	-	(3,524,294)
Total	2,685,871	15,574	134,530	33,676	240,879	3,353,188	6,463,718
2026							
At cost	2,682,871	2,247,965	457,691	270,390	1,039,397	6,106,252	12,804,566
Accumulated depreciation	-	(2,169,125)	(407,679)	(250,969)	(753,128)	-	(3,580,901)
Total	2,682,871	78,840	50,012	19,421	286,269	6,106,252	9,223,665

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

15. Leases

a. Company as a lessee

The Company has leases over a range of assets including land and buildings, and motor vehicles.

i. Right-of-use assets

	2026 \$	2025 \$
Buildings		
Leased Buildings	4,984,681	4,741,031
Accumulated Amortisation	(4,041,918)	(3,061,560)
	942,763	1,679,471
Motor Vehicles		
Leased Motor Vehicles	1,554,114	1,401,984
Accumulated Amortisation	(959,165)	(457,398)
	594,949	944,586
Total	1,537,712	2,624,057

2026	Buildings \$	Motor vehicles \$	Total \$
Opening balance	1,679,471	944,586	2,624,057
Additions	230,594	206,807	437,401
Depreciation charge	(967,302)	(556,444)	(1,523,746)
	942,763	594,949	1,537,712

2025	Buildings \$	Motor vehicles \$	Total \$
Opening balance	1,131,051	636,631	1,767,682
Additions	1,430,638	770,483	2,201,121
Depreciation charge	(882,218)	(462,528)	(1,344,746)
	1,679,471	944,586	2,624,057

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

15. Leases (continued)

a. Company as a lessee (continued)

ii. Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	2026 \$	2025 \$
< 1 year	1,207,284	1,337,216
1 - 5 years	434,455	1,360,802
> 5 years	-	-
Total undiscounted lease liabilities	1,641,739	2,698,018
Lease liabilities included in the statement of financial position	1,641,739	2,698,018

iii. AASB 16 related amounts recognised in the statement of profit or loss

	2026 \$	2025 \$
Depreciation charge related to right-of-use assets	1,523,746	1,344,746
Interest expense on lease liabilities	221,423	191,038
Short-term lease expense	266,941	259,502

16. Trade and other payables

Current	2026 \$	2025 \$
Trade payables	2,740,397	420,563
Net GST payable	458,882	182,799
Accrued expenses	2,374	130,503
Contract liabilities	13,307,158	15,348,151
Other payables	961,699	952,773
	17,470,510	17,034,789

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

17. Other liabilities

Current	2026	2025
	\$	\$
Other liabilities	-	24,791

Other liabilities comprise asset finance facilities with Commonwealth Bank of Australia, which South West Aboriginal Medical Service Ltd is utilising to purchase motor vehicles.

18. Employee benefits

a. Employee benefit details

Current	2026	2025
	\$	\$
Annual leave	1,536,564	1,431,512
Long service leave	442,264	532,247
	1,978,828	1,963,759
Non-current	2026	2025
	\$	\$
Long service leave	418,497	309,379

19. Capital commitments

In the opinion of the Directors, the Company had capital commitments of \$30,355,068 at 30 June 2026 (2025: \$2,286,212).

20. Financial risk management

Financial assets	2026	2025
	\$	\$
Held at amortised cost		
Cash and cash equivalents	15,983,409	18,388,871
Trade and other receivables	4,167,724	1,804,498
	20,151,133	20,193,369
Financial liabilities	2026	2025
	\$	\$
Financial liabilities measured at amortised cost		
Trade payables	(2,740,397)	(420,563)
Lease liabilities	(1,641,739)	(2,698,018)
	(4,382,136)	(3,118,581)

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

21. Contingencies

Legal Proceedings and investigations

The Company is defending ongoing employment proceedings concerning the former Chief Executive Officer. Liability remains disputed, and no liability has been admitted.

The Company's insurer has granted indemnity in relation to the proceedings, subject to the applicable policy terms and limits. The outcome of the proceedings remains uncertain.

Information concerning the estimated financial exposure has not been disclosed, as doing so could seriously prejudice the Company's position in the ongoing legal dispute.

Accordingly, the claim is disclosed as a contingent liability in accordance with AASB 137 Provisions, Contingent Liabilities and Contingent Assets. The outcome of the claim and any financial impact remains uncertain.

Other than the ongoing legal proceedings disclosed under Legal Proceedings and Investigations, the Company has no other material contingent liabilities as at 30 June 2026. (2025: Nil)

22. Related parties

a. The Company's main related parties are as follows:

The remuneration paid to key management personnel of the Company is \$411,853 (2025: \$ 568,471).

b. Remuneration - key management personnel

The compensation made to officers and other members of key management personnel of the Company are set out below:

	2026	2025
	\$	\$
Short-term benefits		
Key management remuneration	189,373	338,787
Board of directors remuneration	183,892	166,986
Post-employment benefits		
Key management and director superannuation	22,592	53,391
Other long-term benefits		
Long service leave accrued	15,996	9,307
Total	411,853	568,471

c. Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

South West Aboriginal Medical Service Ltd

Notes to the financial statements

For the year ended 30 June 2026

23. Events occurring after the reporting date

No other significant matters or circumstances have arisen since 30 June 2026 that require disclosure.

24. Statutory information

The registered office and principal place of business of the Company is:

Unit 3, 30 Wellington Street

BUNBURY WA 6230

South West Aboriginal Medical Service Ltd

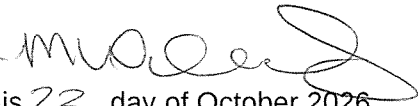
Directors' declaration

1. In the opinion of the directors of South-West Aboriginal Medical Service Ltd (the "Company"):

- a. the Company is not publicly accountable:
- b. the financial statements and notes set out on pages 2 to 32 are in accordance with the *Corporations Act 2001*, including:
 - i. giving a true and fair view of the Company's financial position as at 30 June 2026 and its financial performance for the year ended on that date; and
 - ii. complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Act 2001.
- c. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors.

Director



Dated this 23 day of October 2026

Director



**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF SOUTH WEST ABORIGINAL MEDICAL SERVICE LTD**

I declare that, to the best of my knowledge and beliefs, during the year ended 30 June 2026 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the in the *Corporations Act 2001* in relation to the audit; and
- (i) any applicable code of professional conduct in relation to the audit.

AMD Chartered Accountants



MARIA CAVALLO FCA
Director

Bunbury, Western Australia

Dated this 19 day of October 2026

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
SOUTH WEST ABORIGINAL MEDICAL SERVICE LTD ("SWAMS")**

Opinion

We have audited the financial report of SWAMS (the company) which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies, other explanatory information and the directors' declaration.

In our opinion, the accompanying financial report is in accordance with the *Corporations Act 2001* and *Australian Charities and Not-for-profits Commissions Act 2012*, including:

- i) giving a true and fair view, in all material respects, of the financial position of SWAMS as at 30 June 2026, and of its financial performance and its cash flows for the year then ended; and
- ii) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of SWAMS in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and 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 a basis for our opinion.

Emphasis of Matter

We draw attention to Note 2e to the financial statements which outlines the company's economic dependency, whereby to continue as a going concern the company is dependent upon continued receipt of Commonwealth and State grant funding. Our opinion is not modified in respect of this matter.



Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in SWAMS's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Director's for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 3 is appropriate to meet the requirements of the *Corporations Act 2001*, *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

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 of the 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.
- Conclude on the appropriateness of the 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 company's ability to continue 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 such 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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

AMD Chartered Accountants

MARIA CAVALLO FCA
Director

Level 1, 53 Victoria Street, Bunbury, Western Australia Dated this 26 day of October 2026