

# **Financial Statements**

**Riverview Lutheran Rest Home Inc**  
**ABN 95 852 868 044**  
**For the year ended 30 June 2025**

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# Statement of Comprehensive Income

## Riverview Lutheran Rest Home Inc For the year ended 30 June 2025

	2025	2024
<b>Income</b>		
Bond Retentions and Charges	345,498	350,739
Donations Received	3,361	4,541
Government Subsidies	6,887,790	6,404,508
Interest Income	227,259	226,573
Other Revenue	9,467	3,507
Resident Fees and Charges	1,883,582	1,878,486
Resident Funded Unit Maintenance	8,061	10,948
<b>Total Income</b>	<b>9,365,018</b>	<b>8,879,302</b>
<b>Gross Surplus</b>	<b>9,365,018</b>	<b>8,879,302</b>
<b>Expenditure</b>		
Accreditation Fees	15,218	4,778
Advertising	16,401	19,380
Agency Staff	652,725	340,373
Auditing	9,500	9,500
Bad Debt Write Off	-	5,494
Bank Fees	633	719
Computing Expenses	136,610	131,978
Consulting	11,372	36,785
Depreciation	658,831	666,178
Freight & Courier	606	277
General Expenses	70,223	43,292
Insurance	85,245	81,792
Interest Expense	71,506	81,339
Laundry and Cleaning	60,827	42,229
Legal expenses	-	12,740
Light, Power, Heating	115,470	112,918
Meals and Catering	310,850	287,090
Medical Supplies	169,091	149,583
Motor Vehicles	4,923	5,355
Pastoral Expenses	42,062	100,648
Printing & Stationery	20,723	13,803
Rates and Taxes	54,780	62,745
Rent	19,586	16,280
Repairs and Maintenance	150,935	152,848
Security and Fire Alarms	26,375	19,260
Staff Training and Welfare	78,835	73,739
Subscriptions	12,079	13,909
Superannuation	604,461	561,827
Telephone & Internet	15,661	13,970

The accompanying notes form part of these financial statements.

Statement of Comprehensive Income

	2025	2024
<b>Wages and Salaries</b>	5,341,124	5,046,775
Workcover	180,270	171,738
Recruitment Costs	67,024	29,470
<b>Total Expenditure</b>	<b>9,003,946</b>	<b>8,308,812</b>
<b>Operating Surplus / (Deficit)</b>	<b>361,072</b>	<b>570,490</b>
<b>Non-Operating Income</b>		
Capital Grants	608,000	-
Sale of asset profit/(loss)	(3,428)	300
<b>Total Non-Operating Income</b>	<b>604,572</b>	<b>300</b>
<b>Current Year Surplus / (Deficit)</b>	<b>965,644</b>	<b>570,790</b>

The accompanying notes form part of these financial statements.

# Statement of Financial Position

## Riverview Lutheran Rest Home Inc As at 30 June 2025

	NOTES	30 JUNE 2025	30 JUNE 2024
<b>Assets</b>			
<b>Current Assets</b>			
Cash & Cash Equivalents	2	10,019,230	7,300,675
Trade and Other Receivables	3	309,757	434,077
Inventories	4	32,200	32,200
<b>Total Current Assets</b>		<b>10,361,187</b>	<b>7,766,952</b>
<b>Non-Current Assets</b>			
Fixed Assets	5	12,951,302	12,579,443
<b>Total Non-Current Assets</b>		<b>12,951,302</b>	<b>12,579,443</b>
<b>Total Assets</b>		<b>23,312,489</b>	<b>20,346,395</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accommodation Bonds	6	10,334,500	8,090,916
Income Received in Advance		(5,720)	45,686
Provisions	7	551,940	497,553
Trade and Other Payables	6	493,517	459,205
<b>Total Current Liabilities</b>		<b>11,374,237</b>	<b>9,093,360</b>
<b>Other Current Liabilities</b>			
Loans	8	282,822	209,874
<b>Total Other Current Liabilities</b>		<b>282,822</b>	<b>209,874</b>
<b>Non-Current Liabilities</b>			
Loans	8	944,315	1,297,690
<b>Total Non-Current Liabilities</b>		<b>944,315</b>	<b>1,297,690</b>
<b>Total Liabilities</b>		<b>12,601,374</b>	<b>10,600,924</b>
<b>Net Assets</b>		<b>10,711,115</b>	<b>9,745,471</b>
<b>Member's Funds</b>			
<b>Capital Reserve</b>			
Current Year Earnings		965,644	570,790
Retained Earnings		9,745,471	9,174,681
<b>Total Capital Reserve</b>		<b>10,711,115</b>	<b>9,745,471</b>
<b>Total Member's Funds</b>		<b>10,711,115</b>	<b>9,745,471</b>

The accompanying notes form part of these financial statements.

# Movements in Equity

Riverview Lutheran Rest Home Inc  
For the year ended 30 June 2025

	2025	2024
<b>Equity</b>		
Opening Balance	9,745,471	9,174,681
<b>Increases</b>		
Surplus for the Period	965,644	570,790
<b>Total Increases</b>	<b>965,644</b>	<b>570,790</b>
<b>Total Equity</b>	<b>10,711,115</b>	<b>9,745,471</b>

# Statement of Cash Flows

## Riverview Lutheran Rest Home Inc For the year ended 30 June 2025

	2025	2024
<b>Statement of Cash Flows</b>		
<b>Cash flows from operating activities</b>		
Receipts	9,870,079	8,431,186
Payments to supplier & employees	(8,239,746)	(7,400,764)
Interest received	227,259	226,573
Interest paid	(71,506)	(81,339)
<b>Total Cash flows from operating activities</b>	<b>1,786,086</b>	<b>1,175,656</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant & equipment	(1,030,689)	(590,792)
Proceeds on disposal	-	-
<b>Total Cash flows from investing activities</b>	<b>(1,030,689)</b>	<b>(590,792)</b>
<b>Cash flows from financing activities</b>		
Payment of borrowings	(280,427)	(503,602)
Proceeds from borrowings	2,243,584	-
<b>Total Cash flows from financing activities</b>	<b>1,963,157</b>	<b>(503,602)</b>
Net increase/(decrease) in cash held	2,718,554	81,262
<b>Cash on hand</b>		
Cash on hand at beginning of financial year	7,300,676	7,219,414
Cash on hand at end of financial year	10,019,230	7,300,676

# Notes of the Financial Statements

## Riverview Lutheran Rest Home Inc For the year ended 30 June 2025

### 1. Summary of Significant Accounting Policies

These general purpose financial statements have been prepared in accordance with the Associations Incorporation Act (SA) 1985 and the requirements of the Australian Charities and Not-for-profits Commission Act 2012. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. 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 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.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

#### Critical Accounting Estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates and requires management to exercise its judgement in applying Association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of this Note.

#### Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

All revenue is stated net of the amount of goods and services tax.

#### Goods and Services Tax (GST)

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 assets and liabilities statement.

#### Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments.

### **Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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 as non-current assets.

### **Property, Plant and Equipment (PPE)**

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

### **Impairment of Assets**

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

### **Accounts Payable and Other Payables**

Accounts payable and other 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.

### **Employee Provisions**

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

### **Provisions**

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

### **New and amended standards and interpretations**

The Association applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2024. New standards and amendments relevant to the Association are listed below. The Association has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

No amendments have a material impact on the financial statements.

	2025	2024
<b>2. Cash and Cash Equivalent</b>		
Short Term Bank Deposits	9,832,363	7,080,850
Cash at Bank	186,867	219,825
<b>Total Cash and Cash Equivalent</b>	<b>10,019,230</b>	<b>7,300,675</b>
	2025	2024
<b>3. Trade and Other Receivables</b>		
Accrued Income	128,286	161,465
Billing Accounts Receivable	6,292	6,292
GST	13,017	16,850
Sundry Receivables	162,162	249,470
<b>Total Trade and Other Receivables</b>	<b>309,757</b>	<b>434,077</b>
	2025	2024
<b>4. Inventory</b>		
Inventory	32,200	32,200
<b>Total Inventory</b>	<b>32,200</b>	<b>32,200</b>
	2025	2024
<b>5. Fixed Assets</b>		
<b>Land</b>		
Land	913,537	193,537
<b>Total Land</b>	<b>913,537</b>	<b>193,537</b>
<b>Buildings</b>		
Buildings	16,573,509	16,459,049
Less Accumulated Depreciation on Buildings	(5,912,999)	(5,535,176)
<b>Total Buildings</b>	<b>10,660,510</b>	<b>10,923,873</b>
<b>Plant &amp; Equipment</b>		
Plant & Equipment	3,324,902	3,142,235
Less Accumulated Depreciation on Plant & Equipment	(1,947,647)	(1,680,202)
<b>Total Plant &amp; Equipment</b>	<b>1,377,255</b>	<b>1,462,033</b>
<b>Total Fixed Assets</b>	<b>12,951,302</b>	<b>12,579,443</b>

**Movements in carrying amounts**

Movement in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Buildings	Other Property	Plant and Equipment	Total
Balance at 1 July 2023	193,537	11,064,493	43,975	1,352,823	12,654,828
Additions	-	257,007	(43,975)	377,760	590,792
Disposals	-	-	-	-	-
Depreciation expense	-	(397,627)	-	(268,550)	(666,177)
Balance at 30 June 2024	193,537	10,923,873	-	1,462,033	12,579,443
Additions	-	114,463	720,000	196,226	1,030,689
Disposals	-	-	-	-	-
Depreciation expense	-	(366,101)	(11,722)	(281,007)	(658,830)
Carrying amount at 30 June 2025	193,537	10,672,235	708,278	1,377,252	12,951,302

	2025	2024
<b>6. Trade &amp; Other Payables</b>		
<b>Trade payables</b>		
Accounts payable	307,822	306,528
Income Received in Advance	(5,720)	45,686
PAYG Withholdings Payable	85,738	74,900
Accrued Expenses - Payroll	99,957	77,777
<b>Total Trade payables</b>	<b>487,797</b>	<b>504,891</b>
<b>Other Current Liabilities</b>		
Accommodation Bonds	10,334,500	8,090,916
<b>Total Other Current Liabilities</b>	<b>10,334,500</b>	<b>8,090,916</b>
<b>Total Trade &amp; Other Payables</b>	<b>10,822,297</b>	<b>8,595,807</b>
	2025	2024
<b>7. Provisions</b>		
Annual Leave Provision	304,677	236,621
Long Service Leave Provision	247,263	260,932
<b>Total Provisions</b>	<b>551,940</b>	<b>497,553</b>

	2025	2024
<b>8. Loans</b>		
<b>Current Loans</b>		
Loan - Lutheran Laymans League	282,822	209,874
<b>Total Current Loans</b>	<b>282,822</b>	<b>209,874</b>
<b>Non-Current Loans</b>		
Loan - Lutheran Laymans League (non-current)	944,315	1,297,690
<b>Total Non-Current Loans</b>	<b>944,315</b>	<b>1,297,690</b>
<b>Total Loans</b>	<b>1,227,137</b>	<b>1,507,564</b>
<b>9. Cash Flow Information</b>		
<b>Reconciliation of cash flow from operating activities with net current year surplus</b>		
Current year surplus	965,644	570,790
Cash flows excluded from current year surplus	-	-
<b>Total Reconciliation of cash flow from operating activities with net current year surplus</b>	<b>965,644</b>	<b>570,790</b>
<b>Non-cash flows in current year surplus:</b>		
Depreciation expense	658,830	666,177
<b>Total Non-cash flows in current year surplus:</b>	<b>658,830</b>	<b>666,177</b>
<b>Changes in assets &amp; liabilities</b>		
(Increase)/decrease in accounts receivable and other debtors	124,320	(221,843)
(Increase)/decrease in prepayments	-	-
(Increase)/decrease in inventories on hand	-	3,578
Increase/(decrease) in accounts payable and other payables	(17,095)	137,545
Increase/(decrease) in employee provisions	54,387	19,409
<b>Total Changes in assets &amp; liabilities</b>	<b>161,612</b>	<b>(61,311)</b>
<b>Total</b>	<b>1,786,086</b>	<b>1,175,656</b>

**10. Financial Instruments**

The association's financial instruments consist mainly of deposits with banks and receivables and payables.

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
<b>Financial Instruments</b>		
<b>Financial Assets</b>		
Cash on hand	10,019,230	7,300,675
Accounts receivable & other debtors	309,757	434,077
<b>Total Financial Assets</b>	<b>10,328,987</b>	<b>7,734,752</b>
<b>Financial Liabilities</b>		
Accounts payable & other payables	(493,517)	(459,205)
Bonds & loan liabilities	(11,561,637)	(9,598,480)
<b>Total Financial Liabilities</b>	<b>(12,055,154)</b>	<b>(10,057,685)</b>

### Financial Risk Management Policies

The association's Management Team is responsible for, among other issues, monitoring and managing financial risk exposures of the association. The Management Team monitors the association's transactions and reviews the effectiveness of controls relating to credit risk, liquidity risk and market risk. Discussions on monitoring and managing financial risk exposures are held bi-monthly and minuted by the committee of management.

The Management Team's overall risk management strategy seeks to ensure that the association meets its financial targets, while minimising potential adverse effects of cash flow shortfalls.

### Specific Financial Risk Exposures and Management

The main risks the association is exposed to through its financial instruments are credit risk, liquidity risk and market risk relating to interest rate risk and other price risk. There have been no substantive changes in the types of risks the association is exposed to, how these risks arise, or the Committee's objectives, policies and processes for managing or measuring the risks from the previous period.

#### *Credit Risk*

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the association.

Credit risk is managed through maintaining procedures (such as the utilisation of systems for the approval, granting and removal of credit limits, regular monitoring of exposure against such limits and monitoring of the financial stability of significant customers and counterparties) ensuring, to the extent possible, that members and counterparties to transactions are of sound credit worthiness.

Risk is also minimised through investing surplus funds in financial institutions that maintain a high credit rating or in entities that the committee has otherwise assessed as being financially sound.

#### *Credit Risk Exposures*

The maximum exposure to credit risk by class of recognised financial assets at the end of the reporting period is equivalent to the carrying amount and classification of those financial assets (net of any provisions) as presented in the statement of financial position.

There is no collateral held by the association securing accounts receivable and other debtors.

Accounts receivable and other debtors that are neither past due nor impaired are considered to be of high credit quality.

The association has no significant concentrations of credit risk with any single counterparty or group of counterparties.

*Liquidity risk*

Liquidity risk arises from the possibility that the association might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The association manages this risk through the following mechanisms:

1. preparing forward-looking cash flow analysis in relation to its operational, investing and financing activities;
2. only investing surplus cash with major financial institutions

**11. Capital Commitment**

The Association has approval for the construction of new aged care beds. Total grant funding is \$9.23m. The Association commitment is \$2.35m. As at the 30/6/2025 grant funding of \$0.6m had been received for meeting the first milestone.

**12. Association Details**

The registered office and principal of business of the Association is:

5 Luther Road  
Loxton SA 5333

# Related Party Disclosures

## Riverview Lutheran Rest Home Inc For the year ended 30 June 2025

### Key Management Personnel

The Key Management Personnel of the Aged Care includes the Board of Management, Chief Executive Officer, Clinical Care Manager, Manager People and Culture and General Services Manager.

	2025	2024
<b>Key Management Personnel</b>		
Salaries, allowances & other short term benefits	482,451	397,901

### Related parties disclosure

Payment of \$7,395 for car park rental paid to company associated with a board member.  
Riverview Lutheran Rest Home Inc invests with the Lutheran Laypeople's League (LLL). Interest income received from the LLL was \$227,259. Interest expense paid to the LLL during the year was \$69,810.

# Certificate By Members of the Committee

## Riverview Lutheran Rest Home Inc For the year ended 30 June 2025

In the opinion of the committee the financial report:

- Presents a true and fair view of the financial position of the Riverview Lutheran Rest Home Inc as at 30 June 2025 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
- The financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.
- As at the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

During the financial year no:

1. officers of the Association,
2. firms of which an officer is a member,
3. corporation in which an officer has a substantial financial interest,

have received or become entitled to receive a benefit as a result of a contract between the officer, firm or corporation and the Association.

During the financial year the following officers received payments or benefits of pecuniary value as follows:

- Nil

Signed according to a resolution of the Committee.



Name of signing officer: Sam Hentschke  
Samuel William Hentschke



Name of signing officer:  
Suzanne Jane Schulz  
Date: 26/ 8 / 2025

Location:

Ian G McDonald FCA



## Riverview Lutheran Rest Home Inc.

Audit Certificate of Audit Independence under section 60-40 of the Australian Charities and Not For Profits Commission Act 2012

We confirm that, for the audit of the financial statements of Riverview Lutheran Rest Home Inc. for the year ended 30 June 2025, we have maintained our independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board and the Australian Charities and Not for Profits Commission Act 2012 (ACNC Act).

A handwritten signature in blue ink that reads 'Ian McDonald'.

Ian G McDonald FCA

Date: 21 August 2025

## Riverview Lutheran Rest Home Inc. Independent Auditor's Report

To the members of Riverview Lutheran Rest Home Inc.

### Opinion

We have audited the accompanying financial report of Riverview Lutheran Rest Home Inc. (the "Registered Entity"), which comprises the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Board members declaration.

In our opinion, the financial report of Riverview Lutheran Rest Home Inc. has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a giving a true and fair view of the Registered Entity's financial position as at 30 June 2025 and of its financial performance for the year then ended; and
- b complying with Australian Accounting Standards AASB 1060 General Purpose Financial Statements – *Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 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 the Registered Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (Including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our 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.

### Responsibilities of the Directors for the financial report for the financial report

The Board members of the Registered Entity responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the ACNC Act and for such internal control as the Board members 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 Board members are responsible for assessing the Registered Entity'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 Directors either intend to liquidate the Registered Entity or to cease operations, or has no realistic alternative but to do so.

The Board members are responsible for overseeing the Registered Entity's financial reporting process.

### 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 this financial report.

As part of an audit of the financial report in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

[www.creativeauditing.com.au](http://www.creativeauditing.com.au)

Ian 0419 620 906

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Liability limited by a scheme approved under Professional Standards Legislation.

PO Box 75, Henley Beach SA 5022

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Nancy 0408 832 848

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- 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 of the financial report 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 Registered Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of Registered Entity's 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 Registered Entity'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 Registered Entity 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.



Ian G McDonald FCA  
Registered Company Auditor 16458

Signed at Grange, 28 August 2025

