



**IRRIGATION
AUSTRALIA**

Annual Report 2023



From the Chairman and Chief Executive Officer

We are pleased to present the Annual Report for FY23. It has been a challenging year with significant changes for the Association including a new CEO, new company secretary, delivery of our first major international conference, recovering and resetting the operating model for the organization post-COVID lockdowns and disruptions and significant talent shortages across our industry and for our organisation as well.

The Association has reported an overall deficit for the year of \$335,397. Some of the reasons are evident in the audited financials, including significant increases in training expenses resulting from an increase in costs to deliver programs and an increase in demand for face-to-face training post COVID.

Further additional costs were incurred for staffing to support the activities of the Association, including additional training delivered, new systems implementation, major conference and training services delivery.

The results include a significantly lower than projected result for the major conference in Adelaide in October 2022, large residual (and continuing) costs relating to the essential implementation of the new Customer Relationship Management (CRM) system just prior to the commencement of the financial year, and necessary adjustments to address historical issues found following the transfer of data to the new system.

The Association has seen changes in management and other personnel as well as Board turnover, and all involved have devoted significant effort towards containing the impacts of the deficit to one financial year and continuous improvement activities. The Association has continued to improve performance and is targeting a surplus in 2024.

Membership

Membership has remained largely stable during the year. The new CRM has significantly improved aspects of member management while adding new challenges that are being addressed as part of the continuous improvement approach. While training and certification activities remain at the commercial core of the business, the Association has developed several new initiatives targeted at both membership growth and clear improvement in the membership value proposition. An exciting new venture to underpin these initiatives, currently called "Irrigation Futures," is nearing launch. A focus on membership value is the number one priority for the business going forward.

Training & Certification

Demand for these programs only continues to grow with a new Certified Irrigation Auditor course introduced during the year, approved new government funding arrangements in Queensland, and extension of existing

agreements in many other states. We continue to advocate for more traineeship and employment incentives for members, with Victoria being the only remaining state without some sort of significant financial support for the Cert III in Irrigation Technology.

We have been successful in recruiting new training staff and contractors and continue to look for more industry subject matter experts nationally to support this growth.

A total of 46 training courses were delivered involving 411 new students during this period. This number of students was similar to the previous financial year, albeit an average of 75% of training is now being delivered face to face vs 25% the prior year. This balance is also being examined in light of increased costs.

Our certification programs continue to be refined with enhancements to Continuing Professional Development (CPD) options, and processes for recording evidence.

Waterwise

Considerable planning by our WA staff based in Perth with the assistance of the WA Regional Committee went into the 2023 Waterwise Expo (delivered in August). Existing Waterwise promotional and educational programs continue to evolve with strong industry buy-in.

We are extremely grateful for the ongoing support of the Waterwise program from both the Western Australian Department of Water and Environmental Regulation and the Water Corporation.

Regions

We are fortunate to have the strong support of Regional Committees in WA, SA and VIC during the year and have been pleased to see the QLD Committee reinvigorated and holding its first member event in some time. Our volunteers driving these Committees can only be commended and we have introduced a new recognition scheme to formally start from late 2023. Importantly we increased the involvement of Irrigation Australia head office with each committee, seeking input on issues of concern, and advocating on their behalf. The new membership initiatives nearing finalisation rely significantly on the amazing collaboration among these groups to ensure future success.

Irrigation Australia Conference & Exhibition

Our significant international irrigation event was held in Adelaide in October 2022. While an overall gross surplus (excluding staff/employee related costs) was recorded, that amount was 33% below the targeted surplus. The many delays and rescheduling through COVID certainly did not help the result. In spite of the financials, the event was well received and significant thanks must be extended to the many volunteers who made it a success, especially the members of the ICID Australia National Committee (IACID).

Planning is well-underway for the 2024 Irrigation Australia Conference and Exhibition/ 9th Asian Regional Conference (ICID) in Sydney from 1-7

September. We are pleased to have addressed a significant amount of feedback from Adelaide and introduced new controls to reduce the risk of an undesirable financial result. New models for smaller-scale events are being discussed for introduction after 2024.

Our Board sub-committees

Irrigation Australia is very fortunate to have a large number of active participants in our Board sub-committees that include the ICID National Committee (IACID), our Rainwater Harvesting Committee and our Certification Board. All these groups ensure that we have a national voice in areas of importance for our industry and we extend our thanks for the work they undertake. Additional standing board sub-committees (Audit and Risk, and Governance) have also been very active during the period overseeing a number of significant reviews.

The future

The anniversary of Dave Cameron's appointment as CEO was 12 September 2023 and much of the first 12 months has been spent on continuing the process of addressing business risks made conspicuous during the pandemic. Additionally, Dave has been consulting widely and the Board has strongly supported new directions and proposals for growth that have been developed during this consultation.

"Irrigation Futures" will tangibly commence towards the end of the 2023 calendar year, significantly links to our membership and events review, and proposes an approach which:

- Levers new investment to support industry-led initiatives;
- Provides significantly more opportunities for member involvement in the Association's priority initiatives;
- Builds strategic partnerships to positively influence policy and trial research and development initiatives;
- Builds on current strengths, improving student and employer experiences with our training and certification services, opportunities for certified practitioners, and better meeting skills development demanded by our members; and
- Helps members address increasing employment market challenges through careers development.

This does not represent a fundamental change in direction or mission, rather a re-commitment to our principles backed up with a tangible approach towards delivering.

Our Mission, as the national representative body for the Australian irrigation industry is to:

- Provide value and service for our members;
- Be the prime source of irrigation-related knowledge for all stakeholders; and
- Provide professional development for the irrigation industry supporting

economic sustainability in Australia.

Our supporters

Irrigation Australia is grateful for the continued financial support for our Centre of Irrigation Excellence sponsors and our thanks go to: Advanced Industrial Products, Hunter Industries, Iplex Pipelines, Davey Water Products, Nelson Australia, Netafim, Philmac, Toro Australia, Valley Irrigation, Vinindex, Bermad and Brown Bros for their ongoing support of industry training.

Our new model aims to see much stronger recognition for this support, and significant growth in this list.

Finally, and most importantly, thanks to our members for your input, support, feedback, and encouragement throughout the year.



Simon Treptow
Chair



Dave Cameron
Chief Executive Officer

2023 Directors Report

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2023.

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

- Simon Treptow
- Valentina Tripp (commenced 27 October 2022)
- Andrew Ogden
- Peter Brueck
- Momir Vranes
- Peter Durand (retired 27 October 2022)
- John Pivac (retired 27 October 2022)
- Colin Bendall (resigned 5 June 2023)
- Carl Walters
- Greig Graham
- Rob Nadebaum
- Matthew Binder (commenced 27 October 2022)

Short-term Objectives

The Company's short-term objectives are to:

- promote the responsible use of water through training and certification schemes;
- provide irrigation training for the irrigation industry as an RTO;
- be the recognised national certifying body for irrigation;
- provide forums, conferences and expos to discuss, promote and disseminate new ideas, concepts and technologies;
- provide new opportunities to co-ordinate, facilitate and enhance national irrigation research; and
- provide the premier Australian irrigation journal.

Long-term objectives

The Company's long-term objectives are to:

- ensure all irrigation water is used efficiently and responsibly;
- promote environmental stewardship;
- develop into a high profile, stronger, more active and financially robust organisation, to which all segments of the Australian irrigation industry look for leadership and representation;
- have a robust, professional presence and capability in each state to better pursue Irrigation Australia Limited's interests at a state and local government level; and
- actively engage with the International Commission on Irrigation and Drainage, through representation on their Working Groups.

Strategy for Achieving the Objectives

To achieve these objectives, the Company has adopted the following strategies:

- Advocacy and Public Relations;
- Training and Professional Development;
- Membership;
- Certification; and
- Commercial Activities.

Principal Activities

The principal activities of Irrigation Australia Limited during the financial year were to provide membership services to the irrigation industry, focussed on professional development through training and events, certification programs and advocacy.

Irrigation Australia Limited is a not-for-profit member Association.

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

Information on Current Directors

Name: Simon Treptow

Qualifications: B.Bus (Management) Monash, MBA, Monash.

Experience: Simon has been a director of Irrigation Australia Limited since 2017 and has 16 years of irrigation industry experience. He is also currently General Manager of Irrigear Stores, a group of around 80 independently owned irrigation businesses located all over Australia. Working closely with the owners of these businesses, provides a high level of practical and relevant industry guidance and feedback from all over Australia and direct insight relevant to current policy making in the water industry. Through his leadership role, Simon also advocates for and influences business owners employing upwards of 300 people who constitute Irrigation Australia's key target audience and who stand to benefit most from Irrigation Australia's services, benefits and activities.

Special responsibilities: Chair of Irrigation Australia Ltd

Name: Valentina Tripp

Qualifications: Master of Business Administration (University of Queensland/Mt Eliza Business School); Bachelor of Commerce (University of Melbourne); Certified Practising Accountant (CPA Australia) and is a Member of the Australian Institute of Company Directors (AICD).

Experience: Valentina was appointed to the Board in October 2022. She was subsequently appointed Deputy Chair and Chair of the Audit & Risk Management Committee. She is an experienced Non-Executive Director, Chair and Chief Executive with a proven track record in strategy, transformation and government in agribusiness, FMCG, industrial manufacturing and retail in Australia, Asia and global markets. Valentina was most recently CEO of Davey Water. Valentina has a strong interest in ethical, sustainable global supply chains, water management reform and a renewable energy future. She served as Non-Executive Chair of Fairtrade Australia and New Zealand; Non-Executive Director Fairtrade International (Germany).

She currently serves as Non-Executive Director with Marine Stewardship Council Board International (UK) and is Australia's Representative at APEC's Policy Partnership of Food Security.

Special responsibilities: Deputy Chair of Irrigation Australia Limited, Chair of the Audit & Risk Committee

Name: Andrew Ogden

Qualifications: B.Eng (Civil)

Experience: Andrew has been an active member of the WA Region of IAL for more than 30 years and has worked in the water resource contracting industry in Western Australia for over 35 years. He has extensive practical experience in the supply and distribution of water for the commercial, industrial, horticultural, mining and government sectors.

Andrew is Managing Director of Western Irrigation, a contracting company involved in the drilling for, and pumping, treatment and distribution of, water for irrigation and other activities. He was Chair of Irrigation Australia from 2014 to 2022, and a Director of the Australian Drilling Industry Association for 10 years, including a period from 2007 to 2012 as National President of that organisation. He is a Member of the AICD.

Special responsibilities: Ex-Chair of Irrigation Australia Limited, Chair of Governance Committee, Member of the ICID Australian National Committee (IACID)

Name: Peter Brueck

Qualifications: NSW Licenced plumber and Gasfitter, Diploma in Irrigation; Advanced Diploma I Work Health and Safety, Cert II in Project Management, Certified Irrigation Designer (Landscape Golf and Commercial)

Experience: Peter is Consultant – Water Infrastructure. As the principal consultant and founder of Water Wise Consulting he has more than 30 years' experience specialising in the design of irrigation and water management systems for the landscape and sports turf industries in the public, private, domestic and golf sectors. Peter has been a member of Irrigation Australia for over 13 years. He is an Expert Panel Member of the Smart Approved Water Mark and has previously been a teacher at Ryde TAFE in the School of Horticulture. For more than 30 years Peter has specialised in the design of irrigation and water management systems for the landscape and sports turf industries in the public, private, domestic and golf sectors. He is the principal consultant at Water Wise Consulting. Previously, Peter has taught TAFE irrigation modules and has been a guest speaker at a number of IAL's national conferences.

Special responsibilities: Member of the Governance Committee

Name: Momir Vranes

Qualifications: M. Sc., Civil Engineering, University of Zagreb, YU 1987 – 1988, Postgraduate Distinction Degree in Hydraulics (Dip HE), Delft, NL 1985 – 1986, B.Sc.(hons.), Civil Engineering University of Sarajevo, YU 1974 –1979

Experience: Momir is a Project Management/Water Resources Specialist at the World Bank. He has over 30 years' experience in water resources planning and development, sustainable water resources development, dam design and irrigation development. As well as currently being a director of Irrigation Australia, he is a member of RPEQ (Queensland #5955), CPEng NER APEC Engineer (IntPE (Aust) IEAust) and Civil and Environmental Engineering – Australia. Professional positions held: Associate, Principal Specialist, Regional Manager, Engineer, Senior Engineer, Certified Engineer Designer, Water Supply Specialist, Team Leader, Chief Technical Adviser, Project Coordinator, Regional Team Leader, UN Project Director, UN Program Officer / Manager.

Special responsibilities: Chair of the ICID Australian National Committee (IACID)

Name: Matthew Binder

Qualifications: CID Certified Irrigation Designer (ADM5385), CIA Certified Irrigation Auditor (IAL), Certificate IV in Irrigation RTE40203, Certificate IV in Frontline Management BSB40807

Experience: Matthew was appointed to the Board in October 2022. He most recently became the Senior Irrigation Designer for Rivulis. For a little over 18 years, Matthew has designed, commissioned, and audited various irrigation systems throughout Australia and New Zealand as well as providing training to numerous individuals and organisations throughout the country, in the subject of Irrigation Design Principals and Irrigation Design Software. Matthew is a Certified Irrigation Designer through the Irrigation Australia Certification Program and is a recognised irrigation professional. As well as specialising in design and project management, Matthew is also a "Certified Irrigation Auditor" through Irrigation Australia's Certification Program and has wide experience in this field.

Special responsibilities: Board representative on the Certification Committee

Name: Carl Walters

Qualifications: (Assoc. Dip (Civil), MIE Aust) GAICD

Experience: Carl is the Manager Sustainable Irrigation at Goulburn Broken Catchment Management Authority (GBCMA), members of Irrigation Australia since 2007. Carl has been involved in the water and natural resource management industries in northern Victoria for over 40 years. This position followed a role managing the River Health Implementation program for the CMA, so he brings a balanced view to the irrigation field. Prior to commencement with the GBCMA Carl worked with Goulburn-Murray Water in many roles. His extensive background in the irrigation industry has helped provide a different perspective to operations within the GBCMA. He has a key focus on real partnerships, putting research and new knowledge into practice on the ground and the continued promotion of improved irrigation practices. Carl was appointed to the Irrigation Australia Board in 2018 and currently serves on the Governance Committee and is a member of Irrigation Australia's

National Committee for the International Commission on Irrigation and Drainage (ICID). Carl holds an (Assoc Dip (Civil) and is a Member of the Institution of Engineers Australia. He provides the following statement listing his reasons for renominating for a position on the Irrigation Australia Board: “After a number of years as a Director at Irrigation Australia and many years of involvement in the irrigation industry that has included actively supporting Irrigation Australia, I feel I have a role to play in helping the broader impact of Irrigation Australia to become more apparent across the industry. After being involved in the ICID processes and observing the challenges nationally and overseas with reducing water availability, increasing pressure to grow more with less, use water more wisely and adjustment of water policy settings, I would like to be able to continue in a role of Director at Irrigation Australia to continue the push to respond to these current challenges we collectively face. The changes that we are observing require continued effort to bring the many parts of our industry together to maximise the effective use of water and I look forward to the chance to continue to be part of the efforts”.

Special responsibilities: Member of the ICID National Australia Committee (IACID), Member of the Governance Committee

Name: Colin Bendall – RETIRED 05/06/2023

Qualifications: Assoc.Dip Applied Science Farm Water Supplies, Grad. Of AICD; Dipl. Project Management

Experience: Colin is the Executive General Manager Operations and Services at SunWater based in Brisbane QLD. Colin was elected to the Irrigation Australia Board in 2018 – he is the current Chair of the Governance Committee and is the Irrigation Australia Board representative on the Rainwater Harvesting Committee. Sunwater has been a member of Irrigation Australia since 2000.

Colin has 37 years’ experience as a water professional. Some of Colin’s key responsibilities include: managing Sunwater’s 23 bulk water systems industrial pipelines and four irrigation systems ensuring they are operated in a safe and efficient manner; delivering operational services including dam, pipeline, channel, flood operations, drought management, recreation and water treatment operations. Colin holds an Associate Diploma in Applied Science Farm Water Supplies; is a Graduate of the Australian Institute of Company Directors; holds a Diploma of Project Management, Finance for Directors and a Certificate in Tropical Agriculture.

Colin has provided the following statement listing his reasons for renominating for a position on the Irrigation Australia Board: “To continue the good work done to date by Irrigation Australia in promoting the importance of the irrigation industry to the Australian economy; to promote and facilitate the continued development and Certification of Irrigation professionals; to provide input into Irrigation Australia from my extensive knowledge of irrigation practices; to provide input into Irrigation Australia from my experience on risk management, financial skills and governance. I will use my extensive networks to promote Irrigation Australia throughout the industry, and further assist Irrigation Australia to meet the needs of the members. If re-elected I look forward to working with fellow Directors and the Irrigation Australia management team to ensure the ongoing sustainability of Irrigation Australia as we continue to deliver for and service the needs of our members, and influencing policy and practices in the Australian Irrigation industry to ensure a sustainable future”.

Special responsibilities: Member of Irrigation Australia's Rainwater Harvesting Australia Committee

Name: Greig Graham

Qualifications: Adv.Dip.Business Mgt, Business; Adv.Dip.Business Executive, Business Administration and Management, General

Experience: Greig is the Managing Director of Rivulis South East Asia Pacific Business Unit, responsible for manufacturing, marketing and sales in Australia, New Zealand and South East Asia. Prior to the establishment of Rivulis, he served in several senior operational roles at the company for more than two decades. Greig has 28 years' experience in operations (manufacturing/supply chain/sales and marketing) and international business management in the micro/drip irrigation industries. Rivulis have been Irrigation Australia members since 2008. Greig holds an Advanced Diploma of Executive Business Management from the University of Ballarat. He provides the following statement listing his reasons for nominating for a position on the Irrigation Australia Board:

"After one term as a board member at the IAL, I have witnessed firsthand the great work the Management Team and the Board contribute to the betterment of the IAL and the industry as a whole. Through my participation on the board I've been able to involve myself directly into the governance and future direction of the organisation. It's been a great learning experience and I believe I have significantly more to offer by continuing my tenure as a Director of the IAL for many terms/years to come. Whilst it's important to bring new talent and perspective to the Board, I also believe it's important to have consistency in the strategy and the involvement of its members for more than one term. Not only would I like to continue to give back to the industry, I would also like to provide this consistency at the IAL."

Special responsibilities: Member of the Audit & Risk Management Committee

Name: Rob Nadebaum

Qualifications: B.Com, Marketing / Management – University of Melbourne

Experience: Rob has been with Rain Bird Corporation for the last six and a half years, and is the International Business Manager responsible for Australia, New Zealand and South-East Asia. Founded in 1933, Rain Bird manufactures and supplies the industry's broadest range of irrigation products for farms, golf courses, sports arenas, commercial developments and homes in more than 130 countries around the world. Rain Bird have been members of Irrigation Australia since 2003.

Prior to Rain Bird, after graduating from the University of Melbourne with a commerce degree, Rob spent fifteen years at Reece, in the wholesale and distribution space across Irrigation, Plumbing and Civil industries.

With a depth of experience across distribution, marketing and manufacturing; and a breadth of experience across industry verticals such as retail, commercial, golf and agriculture, Rob is passionate about the efficient use of water, and most importantly growing the professionalism of the industry and the number of people it employs nationally.

Special responsibilities: Member of the Audit & Risk Management Committee

Company Secretary

The following persons held the position of Company Secretary during the financial year.

Name: Chris Delphin – RETIRED 25th November 2023

Chris Delphin has been the company secretary since 28 February 2017. Chris Delphin has also worked for Irrigation Australia Limited in the position of Business Administration Manager since February 2017.

Name: Naomi Carragher – COMMENCED 15th November 2022

Naomi Carragher has been the company secretary since 15th November 2022. Naomi Carragher holds the position of Company Secretary/Business Administration Manager since November 2022.

Meetings of Directors

During the year ended 30 June 2023, 7 directors' meetings were held, including one extraordinary meeting. Attendances by each director during the year were as follows:

Directors' Meetings

	Number Eligible to Attend	Number Attended
Simon Treptow	7	6
Valentina Tripp	4	4
Andrew Ogden	7	7
Peter Brueck	7	4
Peter Durand	3	3
Momir Vranes	7	7
John Pivac	3	1
Colin Bendall	7	5
Carl Walters	7	6
Rob Nadebaum	7	6
Greig Graham	7	3
Matthew Binder	4	3

Contributions On Winding Up

Irrigation Australia Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$5.00, subject to the provisions of the company's constitution.

At 30 June 2023, the total number of members, including certified members, was 2,016 (2022: 2,008) of which 791 (2022: 771) were the primary (eligible to vote) members.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors



Simon Treptow
Director



Valentina Tripp
Director

Date: 29 September 2023

Date: 29 September 2023

AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF THE CORPORATIONS ACT 2001 FOR IRRIGATION AUSTRALIA LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023 there have been no contraventions of:

- I. the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- II. any applicable code of professional conduct in relation to the audit.

FSA Audit Pty Ltd



Mark du Plessis
Partner
Registered Company Auditor
ASIC Registration Number 471680
Date: 29 September 2023
Brisbane

Irrigation Australia Limited

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General information

The financial statements cover Irrigation Australia Limited as an individual entity. The financial statements are presented in Australian dollars, which is Irrigation Australia Limited's functional and presentation currency.

Irrigation Australia Limited is a not-for-profit unlisted public company limited by guarantee.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 29 September 2023. The directors have the power to amend and reissue the financial statements.

Irrigation Australia Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue			
Conference/Expo income - Adelaide		1,758,379	-
Training, certification, publications & service delivery		1,603,746	1,472,177
Membership fees		378,324	369,839
Other income		35,887	101,984
Government stimulus		-	10,000
Expenses			
Conference/Expo expenses - Adelaide		(1,626,854)	-
Employee related expenses		(1,354,775)	(1,112,201)
Training expenses		(548,044)	(215,924)
Marketing, Advocacy and Promotion expenses		(259,865)	(306,688)
Administration and Governance expenses		(201,779)	(157,811)
Depreciation and amortisation expense		(120,416)	(72,221)
Surplus (deficit) before income tax expense		(335,397)	89,155
Income tax expense		-	-
Surplus (deficit) after income tax expense for the year attributable to the members of Irrigation Australia Limited	15	(335,397)	89,155
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income (deficit) for the year attributable to the members of Irrigation Australia Limited		(335,397)	89,155

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Irrigation Australia Limited
Statement of financial position
As at 30 June 2023

	Note	2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	4	418,358	363,430
Short-term bank deposits	4	47,911	500,197
Trade and other receivables	5	423,473	376,226
Inventories at cost		17,529	21,668
Other assets	6	276,582	193,975
Total current assets		<u>1,183,853</u>	<u>1,455,496</u>
Non-current assets			
Property, plant and equipment	8	116,463	143,558
Right-of-use asset	9	141,398	122,216
Other assets	7	18,000	18,000
Total non-current assets		<u>275,861</u>	<u>283,774</u>
Total assets		<u>1,459,714</u>	<u>1,739,270</u>
Liabilities			
Current liabilities			
Trade and other payables	10	159,944	114,780
Income in advance	11	644,950	650,653
Lease liabilities	12	89,579	64,246
Employee benefits	14	81,301	85,495
Total current liabilities		<u>975,774</u>	<u>915,174</u>
Non-current liabilities			
Lease liabilities	13	85,412	91,417
Employee benefits	15	9,070	7,824
Total non-current liabilities		<u>94,482</u>	<u>99,241</u>
Total liabilities		<u>1,070,256</u>	<u>1,014,415</u>
Net assets		<u>389,458</u>	<u>724,855</u>
Equity			
Retained surpluses	16	<u>389,458</u>	<u>724,855</u>
Total equity		<u>389,458</u>	<u>724,855</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Irrigation Australia Limited
Statement of changes in equity
For the year ended 30 June 2023

	Accumulated Surplus or (Loss) \$	Regional Equity Reserves \$	Total \$
Balance at 1 July 2021	635,700	-	635,700
Surplus (Deficit) for the year	89,155	-	89,155
Other comprehensive income for the year, net of tax	-	-	-
Total comprehensive income for the year	89,155	-	89,155
Balance at 30 June 2022	<u>724,855</u>	<u>-</u>	<u>724,855</u>
	Accumulated Surplus or (Loss) \$	Regional Equity Reserves \$	Total \$
Balance at 1 July 2022	724,855	-	724,855
Surplus (Deficit) for the year	(335,397)	-	(335,397)
Other comprehensive income for the year, net of tax	-	-	-
Total comprehensive income for the year	(335,397)	-	(335,397)
Balance at 30 June 2023	<u>389,458</u>	<u>-</u>	<u>389,458</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Irrigation Australia Limited
Statement of cash flows
For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Cash flows from operating activities			
Receipts from memberships (inclusive of GST)		406,052	406,823
Receipts from training (inclusive of GST)		1,096,538	926,447
Receipts from certification (inclusive of GST)		162,727	251,206
Receipts from Conference/Expo (inclusive of GST)		1,758,379	-
Receipts from sales (inclusive of GST)		71,956	79,450
Receipts from government stimulus		-	10,000
Other receipts including receipts from projects (inclusive of GST)		305,598	264,203
Payments to suppliers and employees (inclusive of GST)		<u>(4,093,208)</u>	<u>(1,948,286)</u>
		(291,958)	(10,157)
Interest expense		(15,039)	(14,818)
Interest received		<u>2,814</u>	<u>102</u>
Net cash from operating activities		<u>(304,183)</u>	<u>(24,873)</u>
Cash flows from investing activities			
Payments for property, plant and equipment		<u>(30,720)</u>	<u>(138,353)</u>
Net cash used in investing activities		<u>(30,720)</u>	<u>(138,353)</u>
Cash flows from financing activities			
Lease liability		<u>(62,455)</u>	<u>(48,414)</u>
Net cash from financing activities		<u>(62,455)</u>	<u>(48,414)</u>
Net increase in cash and cash equivalents		(397,358)	(211,640)
Cash and cash equivalents at the beginning of the financial year		<u>863,627</u>	<u>1,075,267</u>
Cash and cash equivalents at the end of the financial year	4	<u><u>466,269</u></u>	<u><u>863,627</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The following Accounting Standards and Interpretations are most relevant to the company:

Conceptual Framework for Financial Reporting (Conceptual Framework)

The company has adopted the revised Conceptual Framework from 1 July 2021. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the company's financial statements.

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

The company has adopted AASB 1060 from 1 July 2021. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. As a result, there is increased disclosure in these financial statements for key management personnel and related parties.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company'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 disclosed in note 2.

Revenue recognition

The company recognises revenue as follows:

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Project revenue

During the period the entity administered projects with external grant funding, relating to research into ways of improving irrigation methods, training and extension of research results.

Project Funds – Overhead Recovery and Surpluses/Deficits

Overhead recovery of grant funds received is brought to account as grant funds are received, which is at the commencement of each project stage in accordance with the milestones set for each project by the relevant government/industry body.

The surplus or deficit of grants remaining after all expenses at the completion of each project is, in accordance with the applicable contract for that project, either brought to account as revenue in the statement of comprehensive income or returned to the grantor.

Irrigation Australia Limited
Notes to the financial statements
30 June 2023

Note 1. Significant accounting policies (continued)

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight-line basis over the financial year.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

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

Income tax

The company is exempt from paying income tax in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with 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 changes in value.

Trade and other receivables

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Office furniture and equipment	20% - 33.33%
Hardware and software	20% - 33.33%
System development costs	25% - 40%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Note 1. Significant accounting policies (continued)

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the consolidated entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of-use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The entity has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the entity's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of-use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Note 1. Significant accounting policies (continued)

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

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 tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Note 2. Critical accounting judgements, estimates and assumptions (continued)

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

Note 3. Revenue

	2023	2022
	\$	\$
<i>Revenue from contracts with customers</i>		
Training income	1,096,538	926,447
Conference/Expo income	1,758,379	-
Membership income	378,324	369,839
Publications and bookshop	71,956	72,227
Regional income	272,525	246,080
Certification income	162,727	228,369
Surplus recovery – projects	4,285	86,455
Interest received	2,814	102
Government stimulus	-	10,000
Other income	28,788	15,427
	<u>3,776,336</u>	<u>1,954,946</u>
Revenue	<u>3,776,336</u>	<u>1,954,946</u>

Irrigation Australia Limited
Notes to the financial statements
30 June 2023

Note 4. Current assets - cash and cash equivalents

	2023	2022
	\$	\$
Cash at bank	418,358	363,430
Cash on deposit	47,911	500,197
	<u>466,269</u>	<u>863,627</u>

Note 5. Current assets - trade and other receivables

Trade receivables	423,473	269,388
Other receivable	-	106,838
	<u>423,473</u>	<u>376,226</u>

Note 6. Current assets - other

	2023	2022
	\$	\$
Prepayments	171,892	150,683
Accrued income	104,690	43,292
	<u>276,582</u>	<u>193,975</u>

Note 7. Non-current assets - other

Rental bond	<u>18,000</u>	<u>18,000</u>
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Note 8. Non-current assets - property, plant and equipment

Office furniture and equipment - at cost	26,458	23,494
Less: Accumulated depreciation	(21,005)	(16,432)
	<u>5,453</u>	<u>7,062</u>
Hardware and software - at cost	164,824	150,712
Less: Accumulated depreciation	(148,974)	(141,624)
	<u>15,850</u>	<u>9,088</u>
System development costs - at cost	279,419	265,776
Less: Accumulated depreciation	(184,259)	(138,368)
	<u>95,160</u>	<u>127,408</u>
	<u>116,463</u>	<u>143,558</u>

Irrigation Australia Limited
Notes to the financial statements
30 June 2023

Note 8. Non-current assets - property, plant and equipment (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial year are set out below:

	System development costs \$	Office furniture and equipment \$	Hardware and software \$	Total \$
Balance at 1 July 2021	-	10,006	15,042	25,048
Additions	134,759	1,457	2,135	138,351
Depreciation expense	(7,351)	(4,401)	(8,089)	(19,841)
Balance at 30 June 2022	<u>127,408</u>	<u>7,062</u>	<u>9,088</u>	<u>143,558</u>
	System development costs \$	Office furniture and equipment \$	Hardware and software \$	Total \$
Balance at 1 July 2022	127,408	7,062	9,088	143,558
Additions	13,643	2,965	14,112	30,720
Depreciation expense	(45,891)	(4,574)	(7,350)	(57,815)
Balance at 30 June 2023	<u>95,160</u>	<u>5,453</u>	<u>15,850</u>	<u>116,463</u>

Note 9. Non-current assets - right-of-use assets

	2023 \$	2022 \$
Buildings - right-of-use	361,134	279,350
Less: Accumulated depreciation	(219,735)	(157,134)
	<u>141,398</u>	<u>122,216</u>
	<u>141,398</u>	<u>122,216</u>

The entity leases buildings for its office, the primary term is for three years with an option to extend for further three years. The leases have various escalation clauses. On renewal, the terms of the leases are renegotiated. Additions to leases of \$81,784 occurred during the year because of the WA Office being occupied for a primary term of three years with an option to extend for a further three years. This lease has various escalation clauses. On renewal, the term of the lease is renegotiated.

Note 10. Current liabilities - trade and other payables

Trade payables	35,377	40,249
Accrued expenses	40,254	25,311
Other payables	84,313	49,220
	<u>159,944</u>	<u>114,780</u>

Irrigation Australia Limited
Notes to the financial statements
30 June 2023

Note 11. Current liabilities – income in advance

Membership fees in advance	287,155	287,412
Conference income in advance	-	171,735
Training income in advance	285,056	179,013
WA expo 2019 income in advance	72,739	12,493
	<u>644,950</u>	<u>650,653</u>

Note 12. Current liabilities - lease liabilities

Lease liability	<u>89,579</u>	<u>64,246</u>
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A lease liability over the office space was recognised as a result of the adoption of the new accounting standard AASB 16 *Leases*. A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the entity's incremental borrowing rate.

Note 13. Non-current liabilities - lease liabilities

	2023	2022
	\$	\$
Lease liability	<u>85,412</u>	<u>91,417</u>

Refer to note 12 above for information on lease liabilities.

Note 14. Current liabilities - employee benefits

Employee benefits – annual leave	67,995	73,721
Employee benefits – long service leave	13,306	11,774
	<u>81,301</u>	<u>85,495</u>

Note 15. Non-current liabilities - employee benefits

Employee benefits – long service leave	<u>9,070</u>	<u>7,824</u>
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Note 16. Equity - retained surpluses

Retained surpluses at the beginning of the financial year	724,855	635,700
Surplus (deficit) after income tax expense for the year	(335,397)	89,155
Retained surpluses (deficit) at the end of the financial year	<u>389,458</u>	<u>724,855</u>

Irrigation Australia Limited
Notes to the financial statements
30 June 2023

Note 17. Key management personnel disclosures

Compensation

The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

Aggregate compensation	<u>462,532</u>	<u>333,100</u>
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Note 18. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by FSA Audit Pty Ltd, the auditor of the company:

<i>FSA Audit Pty Ltd</i> Audit of the financial statements	<u>14,980</u>	<u>14,000</u>
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Note 19. Contingent liabilities

The company had no contingent liabilities as at 30 June 2023 and 30 June 2022.

Note 20. Commitments

The company had no commitments for expenditure as at 30 June 2023 and 30 June 2022.

Note 21. Related party transactions

Key management personnel

Disclosures relating to key management personnel are set out in note 16.

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

Note 22. Events after the reporting period

No matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Note 23. 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 \$5 each towards meeting any outstanding obligations of the company. At 30 June 2023, the total number of members was 2,016 (2022: 2,008) of which 791 (2022: 771) were the primary (eligible to vote) members.

Irrigation Australia Limited
Directors' declaration
30 June 2023

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the financial year ended on that date; and
- 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 directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors



Simon Treptow
Director

Date 29 September 2023



Valentina Tripp
Director

Date 29 September 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF IRRIGATION AUSTRALIA LIMITED

Opinion

We have audited the financial report of Irrigation Australia Limited, which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Irrigation Australia Limited, is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

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 Company in accordance with the auditor independence requirements of 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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2023, 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 Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the 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 directors are responsible for assessing the Company'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 Company or to cease operations, or have 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 the 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx> at: http://www.auasb.gov.au/auditors_responsibilities/ar1.pdf

This description forms part of our auditor's report.

We communicate with the directors 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

FSA Audit Pty Ltd



Mark du Plessis
(Registered Company Auditor 471680)
Date: 29 September 2023
Brisbane