Surfing Queensland Inc.

ABN 96 815 884 172

Financial Statements

For the Year Ended 31 December 2025

Surfing Queensland Inc.

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Contents

For the Year Ended 31 December 2025

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Statement of Profit or Loss

For the Year Ended 31 December 2025

	2025 $	2024 $
Income		
Government grants	**284,060**	346,363
Event entry fees	**236,765**	247,408
Event management fees	**130,194**	117,285
Sponsorship income	**203,558**	282,323
Surf school and club affiliation fees	**45,027**	47,618
Coaching and judging income	**24,207**	12,869
Membership fees	**41,038**	46,113
Other income	**9,064**	10,220
Gain on disposal of assets	**-**	64,559
Bank interest	**667**	3,142
	974,580	1,177,900
Expenditure		
Event expenses	**395,033**	368,576
Employee benefits expense	**591,991**	692,355
Other employment expenses	**44,909**	6,260
Rent	**39,483**	35,628
Insurance	**19,995**	20,546
Motor vehicle expenses	**18,334**	18,159
Accounting and audit fees	**20,317**	12,626
Bank and merchant charges	**8,548**	11,503
Coaching expenses	**6,513**	-
Depreciation	**13,939**	30,241
Legal and consulting costs	**9,450**	44,408
Bad debt	**10,000**	-
Office supplies & equipment rental	**12,647**	11,098
Telephone and internet	**8,507**	9,517
Other operating expenses	**12,961**	7,909
	1,212,627	1,268,826
Operating result	**(238,047)**	(90,926)
Retained earnings at the beginning of the financial year	**296,802**	387,728
Retained earnings at the end of the financial year	**58,755**	296,802

The accompanying notes form part of these financial statements.

Surfing Queensland Inc.

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Statement of Assets and Liabilities
As At 31 December 2025

	Note	2025 $	2024 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		**457,818**	513,875
Trade and other receivables	4	**34,896**	45,476
Prepayments		**12,524**	20,169
Accrued income		**-**	11,250
TOTAL CURRENT ASSETS		**505,238**	590,770
NON-CURRENT ASSETS			
Plant and equipment	5	**55,993**	69,182
TOTAL NON-CURRENT ASSETS		**55,993**	69,182
TOTAL ASSETS		**561,231**	659,952
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	**55,446**	30,404
Employee benefits	7	**17,172**	50,586
Grants received in advance		**287,103**	191,250
Other deferred income		**142,755**	90,910
TOTAL CURRENT LIABILITIES		**502,476**	363,150
TOTAL LIABILITIES		**502,476**	363,150
NET ASSETS		**58,755**	296,802
MEMBERS' FUNDS			
Retained earnings		**58,755**	296,802
TOTAL MEMBERS' FUNDS		**58,755**	296,802

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 31 December 2025

	Note	2025 $	2024 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		**854,736**	862,316
Receipt from grants		**393,694**	415,749
Payments to suppliers and employees		**(1,237,760)**	(1,362,486)
Interest received		**667**	3,142
Net GST paid to Australian Tax Office		**(66,644)**	(88,772)
Net cash provided by/(used in) operating activities	8	**(55,307)**	(170,051)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		**-**	151,637
Purchase of property, plant and equipment		**(750)**	(2,437)
Net cash provided by/(used in) investing activities		**(750)**	149,200
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net increase/(decrease) in cash and cash equivalents held		**(56,057)**	(20,851)
Cash and cash equivalents at beginning of year		**513,875**	534,726
Cash and cash equivalents at end of financial year		**457,818**	513,875

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2025

The financial statements cover Surfing Queensland Inc. as an individual entity. Surfing Queensland Inc. is a not-for-profit Association incorporated in Queensland under the *Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2020)* ('the Act').

Surfing Queensland is the recognised not-for-profit peak State body of a National Association entrusted and committed to the development of the sport of surfing and the education of the general public on surf safety and surf survival.

The functional and presentation currency of Surfing Queensland Inc. is Australian dollars.

The presentation of certain comparative amounts has been reclassified to ensure consistency with the current year's presentation. These reclassifications have no impact on the operating result or net assets for the prior period.

1 Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity because there are no users dependent on general purpose financial statements. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

With the exception of membership fees which are recognised on a receipts basis, the financial statements have been prepared on an accruals basis and are based on historical costs.

Material accounting policy information is consistent with prior reporting periods unless otherwise stated.

2 Material Accounting Policy Information

(a) Income tax

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

(b) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

(c) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment.

Property, plant and equipment is depreciated on a reducing balance basis over the asset's useful life to the Association, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Event plant and Equipment	14% - 40%
Motor Vehicles	15% - 25%
Office Equipment	2.5% - 50%
Computer Software	20% - 100%
Leasehold improvements	3.75%
Surf School Equipment	20%

3 Critical Accounting Estimates and Judgements

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

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

The significant estimates and judgements made have been described below.

Recognition of Income from Grants & Sponsorships

The Association receives various grants to fund its activities and income from sponsorship agreements, with the related funded activities often spanning multiple accounting periods. As the Association reports on a calendar year basis, management is required to exercise judgement in determining the allocation of this income between reporting periods. This judgement is based on management's assessment of the stage of completion of the related activities, or the timing of events or activities with which sponsors are associated at the reporting date.

Recognition of Membership Fees

Management have determined that that membership fees will be recognised on a receipts basis. It is considered impractical to allocate this income to different accounting periods as there are no specific performance obligations associated with membership fees which can be tracked. In addition, the allocation of membership fees over time would not have a material impact on total revenue of the Association.

4 Trade and Other Receivables

	2025 $	2024 $
CURRENT		
Trade receivables	**29,009**	45,476
Merchant facility receivables	**5,887**	-
	34,896	45,476

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Notes to the Financial Statements
For the Year Ended 31 December 2025

5 Property, Plant and Equipment

	2025	2024
	$	$
Event plant and equipment		
At cost	**84,061**	83,311
Accumulated depreciation	**(66,077)**	(59,154)
Total plant and equipment	**17,984**	24,157
Motor vehicles		
At cost	**69,844**	69,844
Accumulated depreciation	**(55,078)**	(52,201)
Total motor vehicles	**14,766**	17,643
Office equipment		
At cost	**32,159**	32,159
Accumulated depreciation	**(25,737)**	(24,451)
Total office equipment	**6,422**	7,708
Computer equipment		
At cost	**27,957**	27,957
Accumulated depreciation	**(26,165)**	(24,449)
Total computer equipment	**1,792**	3,508
Leasehold Improvements		
At cost	**14,921**	14,921
Accumulated depreciation	**(2,506)**	(2,023)
Total leasehold improvements	**12,415**	12,898
Surf school equipment		
At cost	**5,854**	5,854
Accumulated depreciation	**(3,240)**	(2,586)
Total Surf school equipment	**2,614**	3,268
Website		
At cost	**1,200**	1,200
Accumulated depreciation	**(1,200)**	(1,200)
Total Website	**-**	-
Total property, plant and equipment	**55,993**	69,182

5 Property, Plant and Equipment

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

	Event Plant and Equipment	Motor Vehicles	Office Equipment	Computer Equipment	Leasehold Improvements	Surf School Equipment	Total
	$	$	$	$	$	$	$
Beginning of year	24,157	17,643	7,708	3,508	12,898	3,268	69,182
Additions	750	-	-	-	-	-	750
Depreciation expense	(6,923)	(2,877)	(1,286)	(1,716)	(483)	(654)	(13,939)
End of the year	17,984	14,766	6,422	1,792	12,415	2,614	55,993

6 Trade and Other Payables

	2025	2024
	$	$
CURRENT		
Trade payables	**6,064**	3,251
GST payable	**16,493**	12,156
Sundry payables and accrued expenses	**7,990**	400
Wages payable	**1,885**	-
Other payables	**23,014**	14,597
	55,446	30,404

7 Employee Benefits

	2025	2024
Current liabilities		
Provision for annual leave	**17,172**	25,626
Provision for long service leave	**-**	24,960
	17,172	50,586

8 Reconciliation of Result for the Year to Cashflows from Operating Activities

	2025	2024
Operating result	**(238,047)**	(90,926)
Non-cash flows in profit:		
- depreciation	**13,939**	30,241
- net gain on disposal of property, plant and equipment	**-**	(64,559)
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	**10,580**	(24,227)
- (increase)/decrease in prepayments	**7,645**	1,103
- (increase)/decrease in accrued income	**11,250**	-
- increase/(decrease) in deferred income	**147,698**	58,958
- increase/(decrease) in trade and other payables	**25,042**	(24,623)
- increase/(decrease) in employee benefits	**(33,414)**	(56,018)
Cashflows from operations	**(55,307)**	(170,051)

9 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 31 December 2025 (31 December 2024:None).

10 Events After the End of the Reporting Period

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

11 Disclosure of Remuneration and Other Benefits

Section 70D of the Associations Incorporation Act 1981 requires the Management Committee of the Association to disclose remuneration and other benefits paid to management committee members, senior staff members, or relatives of those persons.

The Association is governed by the Management Committee, Members of the Management Committee are volunteers and do not ordinarily receive any remuneration or other benefits. During the current year, one committee member received remuneration of $20,000 for acting as the Association's CEO on a temporary basis.

The Association had four senior staff members (2.6 on a full-time equivalent basis) who received a total of $400,234 remuneration and other benefits during the year ended 31 December 2025. This total included $60,151 paid out to departing employees, principally leave balance payouts.

No relatives of committee members/senior staff received remuneration or other benefits.

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Statement by Members of the Committee

The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 8:

1. presents fairly the financial position of Surfing Queensland Inc. as at 31 December 2025 and its performance for the year ended on that date.
2. at the date of this statement, there are reasonable grounds to believe that Surfing Queensland Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

DocuSigned by:

Chair .... Paul Peterson A81D5DB3B857446...

Paul Peterson

Signed by:

Treasurer .... C76DC08F606C4F1...

Jeff Frazer

Dated: 25 March 2026 | 2:31 PM AEST   25 March 2026 | 2:18 PM AEST

Independent Audit Report to the members of Surfing Queensland Inc.

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Surfing Queensland Inc. (the Association), which comprises the statement of assets and liabilities as at 31 December 2025, the statement of profit or loss and statement of cashflows for the year then ended, and notes to the financial statements, including material accounting policy information and the statement by members of the committee.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 31 December 2025, and of its financial performance for the year then ended in accordance with the financial reporting requirements of the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2020).

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 Association in accordance with the auditor independence requirements of 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 other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association comply with the financial reporting provisions of the Associations Incorporations Act of Queensland 1981. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2020), and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Independent Audit Report to the members of Surfing Queensland Inc.

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: https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

DocuSigned by:
James Kenward
00F6F18EF1214DF...

James Kenward (registered company auditor 441040)
SAAS Audit Pty Ltd

138 Juliette Street
GREENSLOPES QLD 4120

Dated: 25 March 2026 | 2:32 PM AEST