



Scouts
SA

**The Scout Association of Australia, South Australian Branch
Incorporated**

ABN 35 621 021 366

Financial Report

For the year ended 30 September 2025

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DIRECTORS' REPORT

The Directors present their report together with the Financial Report of The Scout Association of Australia, South Australian Branch Incorporated ("Scouts SA") for the year ended 30 September 2025 and the Auditor's Report thereon.

Directors

The Directors of Scouts SA during the financial year were:

B Scroop	President	
M Warne	Vice President	<i>(Appointed as Director 24 March 2025 and as Vice President 16 June 2025)</i>
S Robinson	Vice President	<i>(Resigned 24 March 2025)</i>
J Clarke	Chief Commissioner	
S Hill	Independent	<i>(Resigned 28 April 2025)</i>
L Blight	Independent	
N Keily	Independent	<i>(Appointed 28 March 2025)</i>
P Richings	Independent	<i>(Appointed 28 March 2025)</i>
J Bates	Adult Leader	
S Gray	Adult Leader	<i>(Resigned 24 March 2025)</i>
K Affleck	Adult Leader	
G Baker	Adult Leader	<i>(Appointed 24 March 2025)</i>
R Grimshaw	Young Adult	<i>(Resigned 24 March 2025)</i>
F Hawkey	Young Adult	<i>(Resigned 13 November 2024)</i>
L Pearce	Young Adult	<i>(Appointed 24 March 2025)</i>
D Guehrer	Special Adviser	<i>(Appointed 10 May 2025)</i>

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

Results

The deficit of Scouts SA for the year was \$3,593,339 (prior year \$2,943,101).

Principal activities

The principal activity of Scouts SA during the year was the promotion of the interest of members and the development of the Scouting movement in South Australia.

Review of operations

Scouts SA continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

Material changes in state of affairs

There were no material changes in Scouts SA's state of affairs that occurred during the financial year, other than those referred elsewhere in this report.

Likely developments

Scouts SA expects to maintain the present status and level of operations.

THE SCOUT ASSOCIATION OF AUSTRALIA, SOUTH AUSTRALIAN BRANCH INCORPORATED

DIRECTORS' REPORT

Environmental regulation

Scouts SA's recycling operations are regulated by the Environment Protection Act 1993, South Australia.

After balance date events

Subsequent to the end of the financial year, Scouts SA entered into discussions with a third party in respect of a partnership encompassing its recycling activities. Any financial impact which may arise will be reflected in future financial years.

There are no other matters or circumstances that have arisen since the end of the calendar financial year which materially affected or may materially affect the operations of Scouts SA, the results of those operation or the state of affairs of Scouts SA in the future financial year.

Auditor's independence declaration

A copy of the Auditor's Independence Declaration in relation to the audit for the financial year is provided with this report.

Signed in accordance with a resolution of the Directors:

Name: Brenton Scroop

Signature: 

Name: Langdon Blight

Signature: 

Dated this 4th day of December 2025

AUDITOR'S INDEPENDENCE DECLARATION UNDER SUBDIVISION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE DIRECTORS OF THE SCOUT ASSOCIATION OF AUSTRALIA, SOUTH AUSTRALIAN BRANCH INCORPORATED

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2025 there have been no contraventions of the auditor independence requirements as set out in any applicable code of professional conduct in relation to the audit.



Nexia Edwards Marshall
Chartered Accountants



Jamie Dreckow
Partner

Adelaide
South Australia

4 December 2025

Advisory. Tax. Audit.

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

	Note	2025 \$	2024 \$
Revenue			
Revenue from contracts with customers	2	34,914,061	34,837,608
Other revenue	2	4,448,201	5,198,407
		<u>39,362,262</u>	<u>40,036,015</u>
Less: expenses			
Materials and consumables used		15,204,949	16,299,664
Employee benefits		12,225,887	13,154,710
Repairs and maintenance		771,185	747,343
Property costs		893,152	1,318,803
Depreciation expense		940,020	1,185,168
Amortisation of Right of Use Assets		908,922	1,021,314
Lease payments	3	89,319	50,666
Loss on sale of financial assets	3	-	66,446
Marketing and promotion costs		167,522	105,763
Finance costs	3	511,027	528,496
Administration costs	3	3,515,450	2,952,000
Responsibility to our survivors	3	5,615,804	4,061,875
Other expenses		2,112,364	1,486,868
		<u>42,955,601</u>	<u>42,979,116</u>
Income/(Deficit) before other comprehensive income		<u>(3,593,339)</u>	<u>(2,943,101)</u>
Other comprehensive income for the year		-	-
Total comprehensive income/(loss)		<u>(3,593,339)</u>	<u>(2,943,101)</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2025**

	Note	2025 \$	2024 \$
Current assets			
Cash and cash equivalents	4	3,893,434	4,963,462
Trade and other receivables	5	607,203	844,906
Contract assets	6	292,202	240,878
Inventories	7	1,270,482	1,170,318
Financial assets	8	6,219,050	6,013,974
Other assets	9	749,152	1,575,851
Non-current assets classified as held for sale	10	1,327,337	1,101,445
Total current assets		<u>14,358,860</u>	<u>15,910,834</u>
Non-current assets			
Property, plant and equipment	11	17,282,999	18,354,794
ROU assets	12	4,160,052	4,128,320
Intangible assets	13	1,799,857	1,799,857
Total non-current assets		<u>23,242,908</u>	<u>24,282,971</u>
Total assets		<u>37,601,768</u>	<u>40,193,805</u>
Current liabilities			
Trade and other payables	14	3,357,842	2,720,933
Contract liabilities	15	1,405,771	2,581,471
Borrowings	16	2,915,803	4,758,599
Lease liabilities	17	831,078	717,709
Provisions	18	11,669,205	8,422,874
Total current liabilities		<u>20,179,699</u>	<u>19,201,586</u>
Non-current liabilities			
Lease liabilities	17	3,505,580	3,527,585
Provisions	18	120,732	75,538
Total non-current liabilities		<u>3,626,312</u>	<u>3,603,123</u>
Total liabilities		<u>23,806,011</u>	<u>22,804,709</u>
Net assets		<u>13,795,757</u>	<u>17,389,096</u>
Equity			
Reserves	19	53,195	973,617
Accumulated surplus		13,742,562	16,415,479
Total equity		<u>13,795,757</u>	<u>17,389,096</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

	Note	Reserves \$	Accumulated Surplus \$	Total Equity \$
Balance as at 1 October 2023		930,735	19,401,462	20,332,197
Deficit for the year		-	(2,943,101)	(2,943,101)
Total comprehensive loss		-	(2,943,101)	(2,943,101)
Transfers to/(from)	19	42,882	(42,882)	-
Balance as at 30 September 2024		<u>973,617</u>	<u>16,415,479</u>	<u>17,389,096</u>
Balance as at 1 October 2024		973,617	16,415,479	17,389,096
Deficit for the year		-	(3,593,339)	(3,593,339)
Total comprehensive loss		-	(3,593,339)	(3,593,339)
Transfers to/(from)	19	(920,422)	920,422	-
Balance as at 30 September 2025		<u>53,195</u>	<u>13,742,562</u>	<u>13,795,757</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

	Note	2025 \$	2024 \$
Cash flow from operating activities			
Receipts from customers		36,060,751	38,298,127
Payments to suppliers and employees		(35,978,135)	(37,742,535)
Dividends received		266,982	255,355
Interest received		54,424	58,553
Finance costs		(279,017)	(297,125)
Net cash provided/(used) by operating activities		<u>125,005</u>	<u>572,375</u>
Cash flow from investing activities			
Proceeds from sale of property, plant and equipment		1,813,068	2,974,456
Proceeds from sale of investments		447,602	461,008
Payment for property, plant and equipment		(497,385)	(950,893)
Payment for investments		(72,086)	(324,600)
Net cash provided by investing activities		<u>1,691,199</u>	<u>2,159,971</u>
Cash flow from financing activities			
Repayment of borrowings		(1,842,797)	(209,678)
Repayment of lease liabilities		(1,043,435)	(1,145,919)
Net cash used in financing activities		<u>(2,886,232)</u>	<u>(1,355,597)</u>
Reconciliation of cash			
Cash at the beginning of the financial year		4,963,462	3,586,713
Net increase in cash held		(1,070,028)	1,376,749
Cash at the end of financial year	4, 20	<u><u>3,893,434</u></u>	<u><u>4,963,462</u></u>

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION

The Financial Report of The Scout Association of Australia, South Australian Branch Incorporated ("Scouts SA") for the year ended 30 September 2025 was approved by the Directors as at the date of the Directors' report.

Scout Groups within South Australia are not controlled entities of Scouts SA and are not included in the financial report, except where their activities result in a direct transaction with Scouts SA. Independent financials are maintained by each Scout Group, subject to an annual review. There are 76 active Scout Groups in South Australia.

Scouts SA is a not-for-profit entity for the purpose of preparing the Financial Report.

The Financial Report is a general purpose financial report that has been prepared in accordance with the *Associations Incorporations Act 1985 (SA)*, the *Australian Charities and Not-for-profits Commission Act 2012*, and *Australian Accounting Standards - Simplified Disclosures, Interpretation* and other applicable authoritative pronouncements of the Australian Accounting Standards Board.

Scouts SA is an incorporated association domiciled in Australia. The address of Scouts SA's registered office is 83 Greenhill, Wayville SA 5034 Australia.

The Financial Report is presented in Australian dollars and all values are rounded to the nearest dollar, unless otherwise stated. Where appropriate, amounts shown for prior periods have been reclassified to facilitate comparison.

The following is a summary of the material accounting policy information adopted by Scouts SA in the preparation and presentation of the Financial Report. The accounting policies have been consistently applied, unless otherwise stated.

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 and financial assets.

(a) Basis of preparation of the Financial Report

Historical cost convention

The Financial Report has been prepared on the basis of historical cost, except for financial assets that have been measured at fair value.

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 Scouts SA's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are material to the financial statements, are disclosed in note 1(u).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(b) Going concern

The Financial Report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

It is expected the current asset position is adequate to cover expenses over the next twelve months notwithstanding current liabilities exceeding current assets at 30 September 2025. Current liabilities conservatively include provision for compensation (Note 18). The majority of the compensation is likely to take more than twelve months to be finalised.

Scouts SA's budget for the next 12 months anticipates that Scouts SA will have sufficient cash flows to operate within its borrowing limits.

(c) Changes in accounting policies

There have been no changes in accounting policies during the financial year reported in the Financial Report. The financial statements have been prepared in accordance with the same accounting policies as those applied in the previous financial year.

(d) Revenue recognition

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to Scouts SA and the revenue can be reliably measured.

All revenue is measured net of the amount of goods and services tax (GST).

The following specific recognition criteria must also be met before revenue is recognised.

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which Scouts SA is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, Scouts SA: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when, or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(d) Revenue recognition (cont)

customer and any other contingent events. Such estimates are determined using either the expected 'value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a material reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sale of goods

Revenue from the sale of goods is recognised at the point in time when the customer obtains control of the goods, which is generally at the time of delivery. In relation to recycling activities under the Container Deposit Scheme (Scheme), this is generally at the time of taking possession of the product as there is legal entitlement to receive income from the super collector under the Scheme at time of possession.

Course, event and activity fees

Revenue from organising and hosting courses, events and activities is recognised in the period in which they are held, based on either a fixed price or an hourly rate.

Rent, hire and camping charges

Rent revenue is recognised on a straight-line basis over the rental term. Hire and camping charges are recognised at a rate per use.

Membership and registration fees

Fees are recognised as revenue when no material uncertainty as to its collectability exists.

Grants

Grant revenue is recognised when Scouts SA satisfies the performance obligations stated within the grant agreements. If conditions are attached to the grant which must be satisfied before Scouts SA is eligible to retain the contribution, the grant revenue will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Dividend and other distributions

Dividend and other distribution revenue is recognised when the right to receive a dividend or other distribution has been established. Dividends and other distributions received from associates and joint venture entities are accounted for in accordance with the equity method of accounting.

Interest

Interest revenue is recognised as interest accrues using the applicable interest rate. This method calculates the amortised cost of a financial asset and allocates the interest income over the relevant period using the applicable 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(d) Revenue recognition (cont)

Donations

Donations, including cash and goods, are recognised as revenue when Scouts SA gains control, economic benefits are probable and the amount of the donation can be reliably measured. Goods donated are measured at fair value.

Insurance Premiums and Recoveries

Insurance revenue is recognised when the right to receive insurance revenue has been established.

Other revenue

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

(e) Income tax

Scouts SA is a charitable institution in terms of subsection 50-5 of the *Income Tax Assessment Act* 1997, as amended, and as such it is exempt from paying income tax.

(f) 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 Scouts SA'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 equivalents 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 Scouts SA'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.

(g) 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 immaterial risk of changes in value.

(h) Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at cost, less any

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(h) Trade and other receivables (cont)

allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

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

(i) Contract assets

Contract assets are recognised when Scouts SA has transferred goods or services to the customer but where Scouts SA is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

(j) Financial instruments

Initial recognition and measurement

Financial assets are recognised when Scouts SA becomes a party to the contractual provisions of the instrument. This is equivalent to the date that Scouts SA commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted for transaction costs, except where the instrument is classified as fair value through profit or loss (FVTPL), in which case transaction costs are immediately recognised as expenses in profit or loss.

Classification of financial assets

Financial assets recognised by Scouts SA are subsequently measured in their entirety at either amortised cost or fair value, subject to their classification and whether Scouts SA irrevocably designates the financial asset on initial recognition at fair value through other comprehensive income (FVTOCI) in accordance with the relevant criteria in AASB 9.

Financial assets not irrevocably designated on initial recognition at FVTOCI are classified as subsequently measured at amortised cost, FVTOCI or FVTPL on the basis of both:

- (a) Scouts SA's business model for managing the financial assets; and
- (b) the contractual cash flow characteristics of the financial asset.

Impairment of financial assets

The following financial assets are tested for impairment by applying the 'expected credit loss' impairment model:

- (a) debt instruments measured at amortised costs; and
- (b) receivables from contracts with customers, contract assets and lease receivables.

Scouts SA applied the simplified approach to measuring the allowance for credit losses for receivables from contracts with customers, contract assets and lease receivables. Scouts SA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(j) Financial instruments (cont)

determines the allowance for credit losses for receivables from contracts with customers on the basis of the lifetime expected credit losses for the financial asset. Lifetime expected credit losses represent the expected credit losses that are expected to result from default events over the expected life of the financial asset.

For all other financial assets subject to impairment testing, when there has been a material increase in credit risk since the initial recognition of the financial asset, the allowance for credit losses is recognised on the basis of the lifetime expected credited losses. When there has not been an increase in credit risk since initial recognition, the allowance for credit losses is recognised on the basis of 12 month expected credit losses.

12 month expected credit losses' is the portion of lifetime expected credit losses that represent the expected credit losses that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Financial assets are regarded as 'credit-impaired' when one or more events have occurred that have a detrimental impact on the estimated future cash flows of the financial asset. Indicators that a financial asset is 'credit-impaired' include the observable data about the following:

- (a) material financial difficulty of the issuer or the borrower;
- (b) breach of contract;
- (c) the lender, for economic or contractual reasons relating to the borrower's financial difficulty, has granted concessions to the borrower that the lender would not otherwise consider; or
- (d) it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation.

The gross carrying amount of a financial asset is written off (i.e. reduced directly) when the counterparty is in severe financial difficulty and Scouts SA has no realistic expectation of recovery of the financial asset. Financial assets written off remain subject to enforcement action by Scouts SA. Recoveries, if any, are recognised in profit or loss.

(k) Non-current assets classified as held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continued use. They are measured at the lower of their carrying amount and fair value less costs of disposal. For non-current assets to be classified as held for sale, they must be available for immediate sale in their present condition and their sale must be highly probable.

An impairment loss is recognised for any initial or subsequent write down of the non-current assets to fair value less costs of disposal. A gain is recognised for any subsequent increases in fair value less costs of disposal of non-current assets and assets of disposal groups, but not in excess of any cumulative impairment loss previously recognised.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(k) Non-current assets classified as held for sale (cont)

Non-current assets are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of assets held for sale continue to be recognised.

Non-current assets classified as held for sale are presented separately on the face of the statement of financial position, in current assets.

(l) Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation. 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.

Leasehold improvements are depreciated over the unexpired period of the lease.

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

Class of fixed asset	Depreciation rates	Depreciation basis
Buildings at cost	1.5% - 5.0%	Straight line
Plant and equipment at cost	2.5% - 20%	Straight line
Improvements at cost	2.5%	Straight line
Motor vehicles at cost	12.5% - 20%	Straight line

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 Scouts SA. Gains and losses between the carrying amount and the disposal proceeds are taken to the profit or loss.

(m) Right of use ("ROU") assets

A right of use ("ROU") asset is recognised at the commencement date of a lease. The ROU 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.

ROU 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 Scouts SA expects to obtain

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(m) Right of use ("ROU") assets (cont)

ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. ROU assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

Scouts SA has elected not to recognise a ROU 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.

(n) Intangible assets*Goodwill*

Goodwill represents the future economic benefits arising from other assets acquired in a business combination that are not individually identifiable or separately recognised. Goodwill is initially recognised at an amount equal to the excess of: (a) the aggregate of the consideration transferred, the amount of any non-controlling interest, and the acquisition date fair value of the acquirer's previously held equity interest (in the case of a step acquisition); over (b) the net fair value of the identifiable assets acquired and liabilities assumed. For accounting purposes, such measurement is treated as the cost of goodwill at that date.

Goodwill is not amortised, but is tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. Subsequent to initial recognition, goodwill is measured at cost less any accumulated impairment losses.

(o) Trade and other payables

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

(p) Contract liabilities

Contract liabilities represent Scouts SA's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when Scouts SA recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before Scouts SA has transferred the goods or services to the customer.

(q) Provisions

Provisions are recognised when Scouts SA 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. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(r) Lease liabilities

Lease liabilities are initially recognised at the present value of the future lease payments (i.e. the lease payments that are unpaid at the commencement date of the lease). These lease payments are discounted using the interest rate implicit in the lease if that rate can be readily determined, or otherwise using Scouts SA'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 ROU asset, or to profit or loss if the carrying amount of the ROU asset is fully written down.

(s) Employee benefits*Short-term employee benefits*

Liabilities arising in respect of wages and salaries, annual leave and other employee benefits (other than termination benefits) expected to be settled wholly before twelve months after the end of the reporting period are measured at the (undiscounted) amounts based on remuneration rates which are expected to be paid when the liability is settled.

Long-term employee benefits

The provision for long-term employee benefits, including obligations for long service leave and annual leave, which are not expected to be settled wholly before 12 months after the end of the reporting period, are measured at the present value of the estimated future cash outflow to be made in respect of the services provided by employees up to the reporting date. Expected future payments incorporate anticipated future wage and salary levels, duration of service and employee turnover, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that are denominated in the currency in which the benefits will be paid. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in periods which the change occurs.

(t) Goods and services tax (GST)

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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(t) Goods and services tax (GST) (cont)

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.

(u) Key judgements, estimates and assumptions*Allowance for expected credit losses*

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

Estimation of useful lives of assets

Scouts SA 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 materially 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.

Goodwill

Scouts SA tests annually, or more frequently if events or changes in circumstances indicate impairment, whether goodwill has suffered any impairment, in accordance with the accounting policy stated in note 1(n). The recoverable amounts of cash-generating units have been determined based on value-in-use calculations. These calculations require the use of assumptions, including estimated discount rates based on the current cost of capital and growth rates of the estimated future cash flows.

Lease term

The lease term is a material component in the measurement of both the ROU 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(u) Key judgements, estimates and assumptions (cont)

Factors considered may include the importance of the asset to Scouts SA's operations; comparison of terms and conditions to prevailing market rates; incurrence of material penalties; existence of material leasehold improvements; and the costs and disruption to replace the asset.

Scouts SA reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a material event or material change in circumstances.

Incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what Scouts SA estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the ROU asset, with similar terms, security and economic environment.

Employee benefits provision

As discussed in note 1(s), 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.

Provision for compensation

The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period, based on average claims known to date. Costs associated with these matters not provided for, are expensed within the period in which they are incurred.

Fair value measurement hierarchy

Scouts SA is required to classify all assets and liabilities measured at fair value, using a three level hierarchy, based on the lowest level of input that is material to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is material to fair value and therefore which category the asset or liability is placed in, can be subjective. The fair value of assets and liabilities classified as Level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require material adjustments based on unobservable inputs.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION (CONT)

(v) Commitments

A lease agreement was entered into with a third party to lease bulk sorting equipment. The lease term commenced in January 2024 when the equipment was delivered and is for a term of 5 years.

Payments are variable and dependent on the number of containers sorted. The payment is calculated based on the number of containers sorted by the rate specified in the contract. There is no minimum amount payable.

As the payments are variable and do not depend on an index or a rate, they are expensed in the period in which they are incurred (Refer to Note 3).

As the future commitment is dependent on the number of containers sorted, the future payments cannot be reliably estimated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025 \$	2024 \$
NOTE 2: REVENUE		
Revenue from contracts with customers		
Sale of goods	28,040,552	29,717,064
Course, event and activity fees	3,706,231	2,182,422
Rent, hire and camping charges	2,227,552	2,009,658
Membership and registration fees	805,086	747,687
Grants and sponsorships	134,640	180,777
	<u>34,914,061</u>	<u>34,837,608</u>
Other revenue		
Dividends and other distributions	353,967	373,808
Interest	54,424	58,553
Donations	268,295	526,562
Insurance premiums	327,677	301,312
Insurance recoveries	897,728	3,737
Gain on sale of property, plant and equipment	1,409,800	2,493,624
Fair value movement on financial assets held at fair value	580,984	701,623
Other	555,326	739,188
	<u>4,448,201</u>	<u>5,198,407</u>
NOTE 3: EXPENSES		
Surplus/(deficit) has been determined after:		
Leases		
- Variable lease payments	89,319	50,666
	<u>89,319</u>	<u>50,666</u>
Payments related to the lease of bulk sorting equipment are variable and do not depend on an index or a rate and are therefore expensed in the period in which they are incurred. Refer to Note 1 (v) for information regarding the lease.		
Loss on sale of financial assets		
- Disposal of shares in listed corporations	-	66,446
	<u>-</u>	<u>66,446</u>
Finance costs		
- Interest on borrowings	279,011	309,135
- Interest on lease liabilities	194,145	178,476
- Bank charges	37,871	40,885
	<u>511,027</u>	<u>528,496</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025	2024
	\$	\$
NOTE 3: EXPENSES (CONT)		
Administration		
- Administration	-	34,760
- Audit statutory fees	41,200	40,200
- Legal and consultancy	200,650	163,042
- Communications	109,861	90,774
- IT systems	612,694	549,486
- Insurance premiums	1,070,802	752,791
- Printing, postage and stationery	77,114	81,864
- Claims	18,729	41,491
- Donations	6,576	74,875
- Vehicle expenses	485,979	889,535
- Travel	558,131	69,863
- Other administration	333,714	163,319
	<u>3,515,450</u>	<u>2,952,000</u>

Responsibility to our survivors		
- Claims paid and payable through the National Redress Scheme and directly to survivors	5,615,804	4,061,875
	<u>5,615,804</u>	<u>4,061,875</u>

Scouts SA is a member of the National Redress Scheme and is committed to supporting survivors of historical child abuse.

NOTE 4: CASH AND CASH EQUIVALENTS

Cash on hand	212,863	257,979
Cash at bank	3,680,571	4,705,483
	<u>3,893,434</u>	<u>4,963,462</u>

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT		
Receivables from contracts with customers	473,902	693,337
Less: Provision for impairment	-	-
Other receivables	133,301	151,569
	<u>607,203</u>	<u>844,906</u>

NOTE 6: CONTRACT ASSETS

CURRENT		
Contract assets	292,202	240,878
	<u>292,202</u>	<u>240,878</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025	2024
	\$	\$
NOTE 7: INVENTORIES		
CURRENT		
<i>At cost</i>		
Finished goods	1,270,482	1,170,318
	<u>1,270,482</u>	<u>1,170,318</u>

NOTE 8: FINANCIAL ASSETS

CURRENT		
<i>Financial assets at fair value through profit or loss</i>		
Shares in listed corporations	4,038,634	3,693,774
Investment in unlisted entities	1,645,556	1,371,356
Managed Cash Fund (Other)	481,665	473,240
Managed Cash Fund (Ken Maguire Trust)	53,195	55,316
Managed Cash Fund (G J Ware Trust)	-	351,834
Managed Cash Fund (DD Harris)	-	68,454
Total financial assets at fair value through profit or loss	<u>6,219,050</u>	<u>6,013,974</u>

All financial assets at fair value through profit or loss are held for trading.

NOTE 9: OTHER ASSETS

CURRENT		
Prepayments	749,152	1,575,851
	<u>749,152</u>	<u>1,575,851</u>

NOTE 10: NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

CURRENT		
Land		
At cost	1,251,812	1,028,312
Buildings		
At cost	285,668	280,668
Accumulated depreciation	(210,143)	(207,535)
	<u>75,525</u>	<u>73,133</u>
Total land and buildings held for sale	<u>1,327,337</u>	<u>1,101,445</u>

A sales contract was executed in July 2024 for the sale of land and buildings at Port Adelaide with settlement 18 months from the contract execution date. Other properties are classified as held for sale on the basis that either contracts for sale were entered into during the reporting period but settled after 30 September 2025 or that management has committed to a plan to sell them. The properties are available for immediate sale and an active program to locate buyers has been initiated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 10: NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE (CONT)

The properties are being actively marketed for sale at a price that is reasonable in relation to its current fair value. It is expected that the sales will be completed by 30 September 2026.

Land and building at Port Augusta, which was classified as "Held for Sale" at 30 September 2024, had a sales contract executed subsequent to 30 September 2024. The sale has been included in disposals for the year ended 30 September 2025 (refer Note 11).

	2025	2024
	\$	\$
NOTE 11: PROPERTY, PLANT AND EQUIPMENT		
Land		
At cost	8,232,561	8,708,561
Buildings		
At cost	9,109,400	9,048,173
Accumulated depreciation	(3,206,216)	(2,989,920)
	5,903,184	6,058,253
Total land and buildings	14,135,745	14,766,814
Plant and equipment		
Plant and equipment at cost	7,498,519	7,251,987
Accumulated depreciation	(5,286,844)	(4,967,230)
	2,211,675	2,284,757
Improvements at cost	917,720	851,292
Accumulated depreciation	(443,539)	(403,110)
	474,181	448,182
Vehicles at cost	2,730,609	3,664,487
Accumulated depreciation	(2,400,655)	(3,072,179)
	329,954	592,308
Capital work in progress	131,444	262,733
Total plant and equipment	3,147,254	3,587,980
Total property, plant and equipment	17,282,999	18,354,794

(a) Reconciliations

Reconciliation of the carrying amounts of property plant and equipment at the beginning and end of the current financial year:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025 \$	2024 \$
NOTE 11: PROPERTY, PLANT AND EQUIPMENT (CONT)		
<i>Freehold land</i>		
Opening carrying amount	8,708,561	10,021,115
Disposals	(252,500)	(330,096)
Transfer from/(to) assets held for sale	(223,500)	(982,458)
Closing carrying amount	<u>8,232,561</u>	<u>8,708,561</u>
<i>Buildings</i>		
Opening carrying amount	6,058,253	5,920,545
Additions	13,741	200,876
Disposals	(41,683)	(62,572)
Depreciation expense	(264,210)	(467,877)
Transfer of capital work in progress	139,475	540,414
Transfer from/(to) assets held for sale	(2,392)	(73,133)
Closing carrying amount	<u>5,903,184</u>	<u>6,058,253</u>
<i>Plant and equipment</i>		
Opening carrying amount	2,284,757	2,563,265
Additions	94,025	91,019
Disposals	(5,082)	(14,376)
Depreciation expense	(433,952)	(439,277)
Transfer of capital work in progress	271,927	84,126
Closing carrying amount	<u>2,211,675</u>	<u>2,284,757</u>
<i>Improvements</i>		
Opening carrying amount	448,182	485,505
Additions	38,028	-
Disposals	-	(752)
Depreciation expense	(40,429)	(36,571)
Transfer of capital work in progress	28,400	-
Closing carrying amount	<u>474,181</u>	<u>448,182</u>
<i>Vehicles</i>		
Opening carrying amount	592,308	813,023
Additions	6,575	58,101
Disposals	(67,500)	(37,427)
Depreciation expense	(201,429)	(241,389)
Closing carrying amount	<u>329,954</u>	<u>592,308</u>
<i>Capital work in progress</i>		
Opening carrying amount	262,733	286,377
Additions	345,016	600,896
Disposals	(36,503)	-
Transfers of capital work in progress	(439,802)	(624,540)
Closing carrying amount	<u>131,444</u>	<u>262,733</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025	2024
	\$	\$

NOTE 11: PROPERTY, PLANT AND EQUIPMENT (CONT)

(a) Reconciliations (cont)

The disposals for the year ended 30 September 2025 include the sale of land and buildings which were classified as "Held for Sale" at 30 September 2024 (refer to Note 10).

(b) Property, plant and equipment pledged as security

Several pieces of land are secured by mortgage with the Commonwealth Bank (Note 16(a)).

NOTE 12: RIGHT OF USE ("ROU") ASSETS

Land and buildings	5,186,534	5,389,004
Accumulated amortisation	(1,606,349)	(1,661,725)
	3,580,185	3,727,279
Plant and equipment	352,779	72,501
Accumulated amortisation	(49,525)	(16,887)
	303,254	55,614
Vehicle	509,346	473,228
Accumulated amortisation	(232,733)	(127,801)
	276,613	345,427
Total carrying amount of ROU assets	4,160,052	4,128,320

Reconciliations

Reconciliation of the carrying amounts of ROU assets at the beginning and end of the current financial year:

Right of use land and buildings

Opening carrying amount	3,727,279	3,625,254
Additions	522,925	841,882
Modifications	101,332	105,843
Amortisation	(771,055)	(845,700)
Closing carrying amount	3,580,481	3,727,279

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025 \$	2024 \$
NOTE 12: RIGHT OF USE ("ROU") ASSETS (CONT)		
<i>Right of use plant and equipment</i>		
Opening carrying amount	55,614	36,518
Additions	280,279	50,672
Modifications	-	4,831
Amortisation	(32,639)	(36,407)
Closing carrying amount	<u>303,254</u>	<u>55,614</u>
<i>Right of use vehicles</i>		
Opening carrying amount	345,427	258,901
Additions	36,118	180,313
Modifications	-	(181)
Amortisation	(104,932)	(139,206)
Expired leases	-	45,600
Closing carrying amount	<u>276,613</u>	<u>345,427</u>
NOTE 13: INTANGIBLE ASSETS		
Goodwill at cost	<u>1,799,857</u>	<u>1,799,857</u>
Total intangible assets	<u>1,799,857</u>	<u>1,799,857</u>
NOTE 14: TRADE AND OTHER PAYABLES		
CURRENT		
<i>Unsecured liabilities</i>		
Trade payables	2,734,551	1,897,402
Sundry payables and accruals	623,291	823,531
	<u>3,357,842</u>	<u>2,720,933</u>
NOTE 15: CONTRACT LIABILITIES		
CURRENT		
Contract liabilities	<u>1,405,771</u>	<u>2,581,471</u>
	<u>1,405,771</u>	<u>2,581,471</u>
NOTE 16: BORROWINGS		
CURRENT		
<i>Secured liabilities</i>		
Market rate loan	2,915,803	4,715,803
Commercial equipment loan	-	42,796
	<u>2,915,803</u>	<u>4,758,599</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

NOTE 16: BORROWINGS (CONT)

(a) Assets pledged as security

The market rate loan obtained from the Commonwealth Bank (CBA) has an approved limit of \$3,920,000. The loan was renewed on 30 June 2025 with a loan term of nine months through to March 2026. It is expected the loan will be paid in full at this time. The interest rate is variable, linked to BBSY. Additional fees charged are facility line fees of 1.3% and usage fee of 0.6%.

In respect to the market rate loan, the CBA hold security over a number of properties and a first ranking charge over all present and acquired property. Refer to Note 11 (b).

(b) Bank guarantee

Scouts SA has bank guarantees in place with the CBA for the following which are held against Scouts SA's cash balance:

\$45,000 in respect to the security deposit regarding the lease of premises at Greenfields. The expiry date of the guarantee is 31 July 2038.

\$60,551 in respect to the security deposit regarding the lease of premises at Wayville. The expiry date of the the guarantee is 30 June 2030.

	2025 \$	2024 \$
NOTE 17: LEASE LIABILITIES		
CURRENT		
Land and buildings	663,545	608,797
Office equipment	59,216	17,794
Vehicle	108,317	91,118
	<u>831,078</u>	<u>717,709</u>
NON CURRENT		
Land and buildings	3,073,039	3,222,307
Office equipment	247,258	38,443
Vehicle	185,283	266,835
	<u>3,505,580</u>	<u>3,527,585</u>
Total carrying amount of lease liabilities	<u><u>4,336,658</u></u>	<u><u>4,245,294</u></u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025 \$	2024 \$
NOTE 18: PROVISIONS		
CURRENT		
Employee benefits	1,140,403	1,263,844
Provision for Compensation	10,528,802	7,159,030
	<u>11,669,205</u>	<u>8,422,874</u>
NON-CURRENT		
Employee benefits	120,732	75,538
	<u>11,789,937</u>	<u>8,498,412</u>
Total carrying amount of provisions	<u>11,789,937</u>	<u>8,498,412</u>

NOTE 19: RESERVES

DD Harris Fund	-	68,454
G J Ware Trust	-	849,847
Ken Maguire Trust	53,195	55,316
	<u>53,195</u>	<u>973,617</u>

(a) DD Harris Fund

The DD Harris Fund represents funds received that are to be used to fund the development of Leaders.

Movement in reserve

Opening balance	68,454	60,539
Transfers	(68,454)	7,915
Closing balance	<u>-</u>	<u>68,454</u>

(b) G J Ware Trust

The G J Ware Trust represents funds received that are to be used to fund future expansion of Scouts SA through capital acquisitions.

Movement in reserve

Opening balance	849,847	804,579
Transfers	(849,847)	45,268
Closing balance	<u>-</u>	<u>849,847</u>

(c) Ken Maguire Trust

The Ken Maguire Trust represents funds received that are to be used to support and develop leaders.

Movement in reserve

Opening balance	55,316	60,373
Transfers	(2,121)	(5,057)
Closing balance	<u>53,195</u>	<u>55,316</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

2025
\$

2024
\$

NOTE 20: CASH FLOW INFORMATION

Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position is as follows:

Cash on hand	4	212,863	257,979
Cash at bank	4	3,680,571	4,705,483
		3,893,434	4,963,462

NOTE 21: RELATED PARTY TRANSACTIONS

Transactions with key management personnel of Scouts SA and their personally related entities.

Ms S Hill (*Independent Director until 28 April 2025*)

Foster Hill for Public Relations Advice provided	4,000	6,000
	4,000	6,000

NOTE 22: KEY MANAGEMENT PERSONNEL COMPENSATION

(a) Directors

The Director roles are unpaid. The Directors who have held office during the year are:

Name	Position	
B Scroop	President	
M Warne	Vice President	<i>(Appointed as Director 24 March 2025 and as Vice President 16 June 2025)</i>
S Robinson	Vice President	<i>(Resigned 24 March 2025)</i>
J Clarke	Chief Commissioner	
S Hill	Independent	<i>(Resigned 28 April 2025)</i>
L Blight	Independent	
N Keily	Independent	<i>(Appointed 28 March 2025)</i>
P Richings	Independent	<i>(Appointed 28 March 2025)</i>
J Bates	Adult Leader	
S Gray	Adult Leader	<i>(Resigned 24 March 2025)</i>
K Affleck	Adult Leader	
G Baker	Adult Leader	<i>(Appointed 24 March 2025)</i>
R Grimshaw	Young Adult	<i>(Resigned 24 March 2025)</i>
F Hawkey	Young Adult	<i>(Resigned 13 November 2025)</i>
L Pearce	Young Adult	<i>(Appointed 24 March 2025)</i>
D Guehrer	Special Adviser	<i>(Appointed 10 May 2025)</i>

The Directors have been in office since the start of the year and up to the date of this report, unless otherwise stated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

	2025	2024
	\$	\$
NOTE 22: KEY MANAGEMENT PERSONNEL COMPENSATION (CONT)		
(b) Key management personnel		
The aggregate compensation made to key management personnel of Scouts SA		
– Short-term employee benefits	507,980	465,709
	507,980	465,709
	507,980	465,709

NOTE 23: CONTINGENT LIABILITIES

Scouts SA has a contingent liability in respect of self-insurance of certain risks. Scouts SA has elected to self-insure an amount per single claim, with the amount varying depending on the nature of the claim. At the reporting date, Scout SA has not identified potential claims that may arise under these self insurance arrangements.

There are ongoing litigation matters relating to potential claims arising from survivors of historical child abuse. The outcome of future claims is unknown and any potential losses cannot be reliably measured. Provisions are recognised when Scouts SA 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. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period. Costs associated with these matters not provided for, are expensed within the period in which they are incurred.

NOTE 24: FAIR VALUE MEASUREMENT

(a) Fair value hierarchy

The following tables detail Scouts SA's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is material to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

The following table provides the fair value classification of those assets and liabilities held by Scouts SA that are measured either on a recurring or non-recurring basis at fair value.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

		2025	2024
		\$	\$
NOTE 24: FAIR VALUE MEASUREMENT (CONT)			
<i>Financial assets</i>	Level		
<i>Financial assets at fair value through profit or loss</i>			
Shares in listed corporations	1	4,038,634	3,693,774
Investment in unlisted entities	2	1,645,556	1,371,356
Managed Cash Fund (Other)	1	481,665	473,240
Managed Cash Fund (Ken Maguire Trust)	1	53,195	55,316
Managed Cash Fund (G J Ware Trust)	1	-	351,834
Managed Cash Fund (DD Harris)	1	-	68,454
Total financial assets		6,219,050	6,013,974

NOTE 25: EVENTS SUBSEQUENT TO REPORTING DATE

Subsequent to the end of the financial year, the Scouts SA Board approved entering into a new partnership arrangement encompassing Scouts SA's recycling operations. The details and timing of the partnership and transfer of operations remains in progress at the date of this report. Any financial impact which may arise will be reflected in Scouts SA's financial results in future years.

There are no other matters or circumstances that have arisen since the end of the calendar financial year which materially affected or may materially affect the operations of Scouts SA, the results of those operations or the state of affairs of Scouts SA in the future financial year.

THE SCOUT ASSOCIATION OF AUSTRALIA, SOUTH AUSTRALIAN BRANCH INCORPORATED

STATEMENT BY DIRECTORS

In accordance with a resolution of the Directors of Scouts SA, we state that in the opinion of the Directors:

- 1 the financial statements and notes, as set out on pages 5 to 32, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. Comply with Australian Accounting Standards – Simplified Disclosures; and
 - b. Give a true and fair view of the financial position of Scouts SA as at 30 September 2025 and of its performance for the year ended on that date.
- 2 There are reasonable grounds to believe that Scouts SA will be able to pay its debts as and when they become due and payable.

This declaration is made and signed in accordance with regulation 60-15 (2) of the *Australian Charities and Not-for-profits Commission Regulation 2022* .

Signed on behalf of the Directors of Scouts SA.

Name: Brenton Scroop

Signature:



Name: Langdon Blight

Signature:



Dated this 4th day of December 2025

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE SCOUT ASSOCIATION OF AUSTRALIA, SOUTH AUSTRALIAN BRANCH INCORPORATED

Opinion

We have audited the financial report of The Scout Association of Australia, South Australian Branch Incorporated (the Association), which comprises the statement of financial position as at 30 September 2025, 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 material accounting policy information, and the statement by the Directors.

In our opinion, the accompanying financial report of the Association, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Association's financial position as at 30 September 2025 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association 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 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.

Other information

The Directors are responsible for the other information. The other information comprises the information in the Director's report for the year ended 30 September 2025, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and 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.

Advisory. Tax. Audit.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE SCOUT ASSOCIATION OF AUSTRALIA, SOUTH AUSTRALIAN BRANCH INCORPORATED (CONT)

Other information (cont)

If, based on the work we have performed, we conclude that there is a material misstatement of the 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 are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that 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 Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the Association's financial reporting process.

Auditor's responsibility 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 taken together, they could reasonably be expected to influence the economic decisions of users taken based on this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.

Advisory. Tax. Audit.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE SCOUT ASSOCIATION OF AUSTRALIA, SOUTH AUSTRALIAN BRANCH INCORPORATED (CONT)

Auditor's responsibility for the audit of the financial report (cont)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by those charged with governance.
- Conclude on the appropriateness of the Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability 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 Association 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 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.



Nexia Edwards Marshall
Chartered Accountants



Jamie Dreckow
Partner

Adelaide
South Australia

4 December 2025

Advisory. Tax. Audit.