CFMEU

CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

ABN 71 560 759 083

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2026

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CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

OPERATING REPORT

FOR THE YEAR ENDED 31 MARCH 2026

Operating Report

In accordance with section 254 of the *Fair Work (Registered Organisations) Act 2009* the Administrator presents its Operating Report on the CFMEU Construction & General Division South Australian Divisional Branch ("Union"), for the year ended 31 March 2026.

Principal Activities

The principal activities of the Union, fall into the following categories:

- Implementation of the decisions of the Divisional Branch Executive, Divisional Branch Management Committee and resolutions of the State Delegates' convention.
- The development and implementation of the Union policy through effective communications with members at the workplace.
- The administration of State awards, the variation of awards following major test cases (ie State wage case) and making other variations to awards for other industrial matters.
- Industrial support including representation of members grievances and/or advice at their workplaces and/or through the various industrial tribunals (ie Industrial Relations Commission, Workers Compensation etc).
- Ongoing communication to members and the broader community through meetings, rallies, media releases, journals and flyers.
- Growing the organisation through good on the job organisation and strong links between the organisers and members.

The results of those activities were ongoing in providing effective leadership to officers, organisers, delegates and membership in the development, advancement and delivery of policy through a delegation of responsibilities and effective communication strategies in the areas of organising, policy/administration, and Industrial Relations/ Training/ Workcover.

There were no significant changes to the nature of those activities during the period.

Operating Results

The operating deficit for the financial year amounted to $3,868 (31 March 2025 Surplus: $163,764)

Significant Changes in Financial Affairs

There was no significant change in the financial affairs of the Union during the year.

Events subsequent to reporting date

On 17 April 2026, the Manufacturing Division de-amalgamated from the Construction, Forestry and Maritime Employees Union. As such, the Union has now changed its name to the CFMEU Construction & General Division South Australian Divisional Branch.

On 22 May 2026, Michael Crosby was appointed as the Administrator by the Fair Work Commission replacing Mark Irving.

Future Developments

Likely developments in the operations of the Union and the expected results of those operations in future financial years have not been included in this report as such information is likely to result in unreasonable prejudice to the Union.

Environmental Issues

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

Members Right to Resign

Members have the right to resign from the Union in accordance with section 174 of the *Fair Work (Registered Organisations) Act 2009* and Rule 11 of the CFMEU Federal Rules.

Officers or Members who are Superannuation Fund Trustees/ Director of a Company that is a Superannuation Fund Trustee

There are no officers or members who hold a position of trustee or director of an entity, scheme or company as described in s.254 (2) (d) of the *Fair Work (Registered Organisations) Act 2009*.

Number of Members

The number of members at the end of the financial period recorded in the register of members and taken to be members of the Union was 2,106 (2025: 2002).

Number of Employees

The number of full-time equivalent employees of the Union at the end of the financial year was 10 (2025: 7).

Members of the Committee of Management

During the financial year ended 31 March 2026, CFMEU Construction and General Division and its Divisional Branches remained under administration pursuant to the *Fair Work (Registered Organisations) Amendment (Administration) Act 2024*. As a result, all offices of the CFMEU Construction and General Division South Australian Divisional Branch remained vacant for the duration of the reporting period and there were no office holders of the reporting unit during the year.

Indemnifying Officers or Auditors

The Union has not, during or since the end of the financial year, in respect of any person who is or has been an officer or auditor:

- indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against liability for the costs or expenses to defend legal proceedings.

Disclosure Statements - Remuneration and Non-Cash Benefits of Highest Paid Officers

During the financial year ended 31 March 2026, CFMEU Construction and General Division and its Divisional Branches remained under administration pursuant to the *Fair Work (Registered Organisations) Amendment (Administration) Act 2024*. As a result, all offices of the CFMEU Construction and General Division South Australian Divisional Branch remained vacant for the duration of the reporting period and there were no office holders of the reporting unit during the year.

…………………………………….
Daniel Murphy

Branch Executive Officer
31 August 2026
Adelaide

CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

ADMINISTRATOR STATEMENT

FOR THE YEAR ENDED 31 MARCH 2026

On 31 August 2026, the Administrator of the CFMEU, Construction & General Division, South Australian Divisional Branch ("the Union") passed the following resolution to the General Purpose Financial Report (GPFR) of the reporting unit for the year ended 31 March 2026.

The Administrator declares that in its opinion:

(a) the financial statements and notes comply with the Australian Accounting Standards;

(b) the financial statements and notes comply with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the *RO Act*);

(c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the Union for the financial year to which they relate;

(d) there are reasonable grounds to believe that the Union will be able to pay its debts as and when they become due and payable; and

(e) during the financial year to which the GPFR relates and since the end of that year:

i. meetings of the Committee of Management were held in accordance with the rules of the organisation and the rules of the Union concerned; and

ii. the financial affairs of the Union have been managed in accordance with the rules of the organisation including the rules of the Union concerned; and

iii. the financial records of the Union have been kept and maintained in accordance with the RO Act; and

iv. where the organisation consists of two or more reporting units, the financial records of the Union have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation; and

v. where information has been sought in any request of a member of the Union or the Commissioner duly made under section 272 of the RO Act, that information has been provided to the member or the Commissioner; and

vi. where any order for inspection of the financial records has been made by the *Fair Work Commission under section 273 of the* RO Act, there has been compliance.

This declaration is made in accordance with a resolution of the Administrator.

Name of Designated Officer: **Daniel Murphy**

Title of Designated Officer: Branch Executive Officer

Signature: ………………………………………….

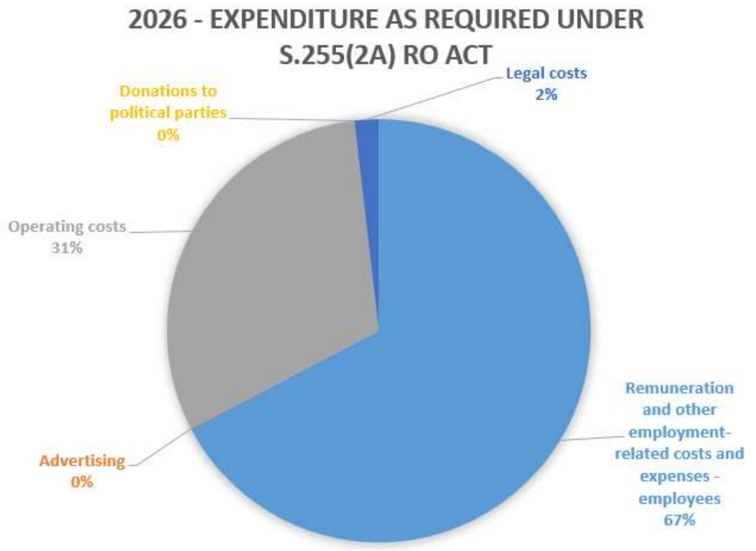
Date: 31 August 2026

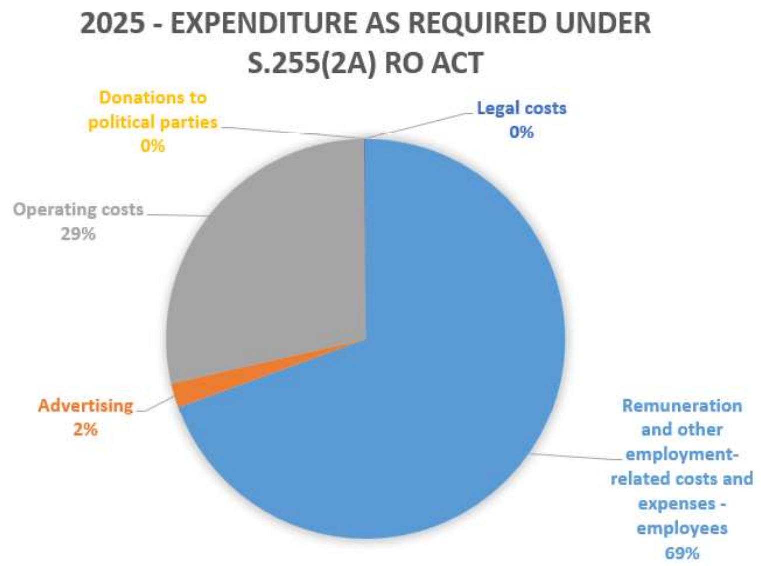
CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

REPORT REQUIRED UNDER SUBSECTION 255(2A)

FOR THE YEAR ENDED 31 MARCH 2026

The Administrator presents the expenditure report as required under subsection 255(2A) on the Reporting Unit for the years ended 31 March 2025 and 31 March 2026.





Name of Designated Officer:	**Daniel Murphy**
Title of Designated Officer:	Branch Executive Officer
Signature:	…………………………………….
Date:	31 August 2026

LEE · GREEN
STRATEGIC ACCOUNTANTS

AUDITOR'S INDEPENDENCE DECLARATION

To the Administrator of CFMEU - Construction & General Division - South Australian Divisional Branch

As the auditor for CFMEU - Construction & General Division - South Australian Divisional Branch for the financial year ended 31 March 2026, I declare to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit; and

2. No contraventions of any applicable code of ethical conduct in relation to the audit.

LEE GREEN

D Charlesworth

David Charlesworth
Principal

Dated this the 31sr day of August 2026

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Dulwich SA 5065

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CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2026

	Notes	2026	2025
		$	$
Revenue from contracts with customers			
Membership subscription	3	1,917,321	2,059,722
Capitation fees		-	-
Levies – Compulsory or Voluntary		-	-
Total revenue from contracts with customers		1,917,321	2,059,722
Other Income			
Interest		20	552
Other revenue	3	1,315,279	1,453,306
Net gains from sale of assets		-	-
Total other income		1,315,299	1,453,858
Total income		3,232,620	3,513,580
Expenses			
Employee expenses	4A	1,674,767	1,574,498
Capitation fees	4B	230,079	175,600
Affiliation fees	4C	14,714	16,579
Administration expenses	4D	21,637	26,744
Grants or donations	4E	-	1,000
Depreciation and amortisation	4F	17,350	11,680
Finance costs	4G	-	-
Legal costs	4H	46,035	2,522
Accounting and audit fees	4I	33,855	31,216
Other expenses	4J	1,198,051	1,509,977
Total expenses		3,236,486	3,349,816
Surplus/(Deficit) for the year		(3,868)	163,764
Other comprehensive income		-	-
Total comprehensive income for the year		(3,868)	163,764

The above statement should be read in conjunction with the notes.

CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2026

	Notes	2026 $	2025 $
ASSETS			
Current Assets			
Cash and cash equivalents	5A	69,228	64,295
Trade and other receivables	5B	202,027	156,110
Total current assets		271,255	220,405
Non-Current Assets			
Property, plant and equipment	5C	71,062	27,953
Total non-current assets		71,062	27,953
Total assets		342,317	248,358
LIABILITIES			
Current Liabilities			
Trade and other payables	6A	559,697	566,127
Employee provisions	6B	138,774	79,193
Revenue in Advance	6C	464,741	435,519
Total current liabilities		1,163,212	1,080,839
Non-Current Liabilities			
Employee provisions	6B	42,064	26,610
Total non-current liabilities		261,233	26,610
Total liabilities		1,205,276	1,107,449
Net Liabilities		(862,959)	(859,091)
DEFICIENCY IN EQUITY			
Retained losses		(863,418)	(859,550)
Trust account		459	459
Total deficiency in equity		(862,959)	(859,091)

The above statement should be read in conjunction with the notes.

CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

STATEMENT OF CHANGES IN EQUITY

AS AT 31 MARCH 2026

	Retained Losses	Trust Account	Total deficiency In Equity
	$	$	$
Balance as at 1 April 2024	**(1,023,314)**	**459**	**(1,022,855)**
Surplus for the year	163,764	-	163,764
Other comprehensive income	-	-	-
Closing balance as at 31 March 2025	**(859,550)**	**459**	**(859,091)**
Deficit for the year	(3,868)	-	(3,868)
Other comprehensive income	-	-	-
Closing balance as at 31 March 2026	**(863,418)**	**459**	**(862,959)**

The above statement should be read in conjunction with the notes.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2026

	Notes	2026 $	2025 $
OPERATING ACTIVITIES			
Cash received			
Receipts from other reporting units		391,916	26,483
Receipts from members and other customers		2,823,987	3,251,194
Interest received		20	552
Cash used			
Employees and suppliers		(2,156,443)	(2,699,047)
Payment to other reporting units		(992,160)	(311,961)
Net cash from operating activities	7A	67,320	267,221
INVESTING ACTIVITIES			
Cash received		-	-
Cash used			
Purchase of plant and equipment		(62,387)	(271,083)
Net cash from investing activities		(62,387)	(271,083)
RECONCILIATION OF CASH			
Net increase (decrease) in cash held		4,933	(3,862)
Cash & cash equivalents at the beginning of the reporting period.		64,295	68,157
Cash & cash equivalents at the end of the reporting period	5A	69,228	64,295

The above statement should be read in conjunction with the notes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of the financial statements

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period and the *Fair Work (Registered Organisation) Act 2009*. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards as issued by IASB. For the purposes of preparing the general purpose financial statements, the CFMEU Construction and General Division South Australian Divisional Branch ('Union') is a not-for-profit entity. The Union has applied the Tier 1 reporting requirements as per the Australian Accounting Standard AASB 1053 *Application of Tiers of Australian Accounting Standards.*

The financial statements except for the cashflow information, have been prepared on an accrual basis and in accordance with the historical cost, except for certain assets and liabilities measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

1.2 Comparative amounts

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

1.3 Significant accounting judgements and estimates

The following accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

<u>Key estimates and judgements</u>

Provisions
As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

Useful lives of property, plant and equipment
Property, plant and equipment are depreciated over the useful life of the asset and the depreciation rates are assessed when the assets are acquired or when there is a significant change that affects the remaining useful life of the asset.

1.4 New Australian Accounting Standards

Adoption of New Australian Accounting Standard requirements

The accounting policies adopted are consistent with those of the previous financial year.

No accounting standard has been adopted earlier than the application date stated in the standard.

1.5 Revenue

The Union enters into various arrangements where it received consideration from another party. These arrangements include consideration in the form of membership subscriptions, levies, picnic income, sponsorships and interest.

The timing of recognition of these amounts as either revenue or income depends on the rights and obligations in those arrangements.

Revenue from contracts with customers

Where the Union has a contract with a customer, the Union recognises revenue when or as it transfers control of goods or service to the customer. The Union accounts for an arrangement as a contract with a customer if the following criteria are met:

- the arrangement is enforceable; and
- the arrangement contains promises (that are also known as performance obligations) to transfer goods or service to the customer (or to other parties on behalf of the customer) that are sufficiently specific so that it can be determined when the performance obligation has been satisfied.

For membership subscription arrangements that meet the criteria to be contracts with customers, revenue is recognised when the promised goods or services transfer to the customer as a member of the Union.

If there is only one distinct membership service promised in the arrangement, the Union recognises revenue as the membership service is provided, which is typically based on the passage of time over the subscription period to reflect the Union's promise to stand ready to provide assistance and support to the member as required.

If there is more than one distinct good or service promised in the membership subscription, the Union allocates the transaction price to each performance obligation based on the relative standalone selling price of each promised good or service. In performing this allocation, standalone selling prices are estimated if there is no observable evidence of the price that the Union charges for that good or service in a standalone sale. When a performance obligation is satisfied, which is either when the customer obtains control of the good or as the service transfers to the customer (for example, member services or training course), the Union recognises revenue at the amount of the transaction price that was allocated to that performance obligation.

For member subscriptions paid six monthly in advance, the Union has elected to apply the practical expedient to not adjust the transaction price for the effects of a significant financing component because the period from when the customer pays and the good or services will transfer to the customer will be one year or less.

When a member subsequently purchases additional goods or services from the Union at their standalone selling price, the Union accounts for those sales as a separate contract with a customer.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1.5 Revenue (continued)

Income of the Union as a Not-for-Profit Entity

Consideration is received by the Union to enable the entity to further its objectives. The Union recognises each of these amounts of consideration as income when the consideration is received (which is when the Union obtains control of the cash) because, based on the rights and obligations in each arrangement:

- the arrangements do not meet the criteria to be contracts with customers because either the arrangement is unenforceable or lacks sufficiently specific promises to transfer goods or services to the customer; and
- The Union's recognition of the cash contribution does not give rise to any related liabilities.

The Union receives cash consideration from the following arrangements whereby that consideration is recognised as income upon receipt:

- donations and voluntary contributions from members (including whip arounds); and

Interest income

Interest revenue is recognised on an accrual basis using the effective interest method.

Picnic income

The Union recognises picnic income as income upon receipt.

1.6 Employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and termination benefits when it is probable that settlement will be required and they are capable of being measured reliably.

Liabilities for short-term employee benefits (as defined in AASB 119 *Employee Benefits*) and termination benefits which are expected to be settled within twelve months of the end of the reporting period are measured at their nominal amounts. The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

Other long-term employee benefits which are expected to be settled beyond twelve months are measured as the present value of the estimated future cash outflows to be made by the Union in respect of services provided by employees up to reporting date.

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

1.7 Leases

The Union assesses whether a contract is or contains a lease, at inception of a contract. The Union recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Union recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Reporting Entity uses its incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise fixed lease payments, less any lease incentives.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset.

1.8 Cash and cash equivalents

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank, other short-term highly liquid investments with original maturity of 3 months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

1.9 Provisions

Provisions are recognised when the Union has 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.

1.10 Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Union becomes a party to the contractual provisions of the instrument.

1.11 Financial assets

Contract assets and receivables

A contract asset is recognised when the Union's right to consideration in exchange goods or services that has transferred to the customer when that right is conditioned on the Union's future performance or some other condition. A receivable is recognised if an amount of consideration that is unconditional is due from the customer (i.e. only the passage of time is required before payment of the consideration is due).

Contract assets and receivables are subject to impairment assessment. Refer to accounting policies on impairment of financial assets below.

Financial assets at amortised cost

The Union measures financial assets at amortised cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

Financial assets at amortised cost are subsequently measured using the effective interest (**EIR**) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

The Union's financial assets at amortised cost includes trade receivables.

Impairment

(i) Trade and membership dues receivables

For trade and membership dues receivables that do not have a significant financing component, the Union applies a simplified approach in calculating expected credit losses (**ECLs**) which requires lifetime expected credit losses to be recognised from initial recognition of the receivables.

Therefore, the Union does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Union has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

1.12 Contingent Liabilities and Contingent Assets

Contingent liabilities and contingent assets are not recognised in the Statement of Financial Position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount cannot be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

1.13 Property, Plant and Equipment

Asset recognition threshold

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment of losses. Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

Depreciable property, plant and equipment assets are written off to their estimated residual values over their estimated useful life using, in all cases, the straight line method of depreciation. Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate. Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

	31 March 2026	**31 March 2025**
Office furniture & equipment	20-33%	20-33%

Derecognition

An item of land, buildings, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the profit and loss.

1.14 Impairment of non-financial assets

All assets are assessed for impairment at the end of each reporting period to the extent that there is an impairment trigger. Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

The recoverable amount of an asset is the higher of its fair value less costs of disposal and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if the Union were deprived of the asset, its value in use is taken to be its depreciated replacement cost.

1.15 Income Tax

The Union is exempt from income tax under section 50.1 of *the Income Tax Assessment Act 1997* however still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST).

Revenues, expenses and assets are recognised net of GST except:

- where the amount of GST incurred is not recoverable from the Australian Taxation Office; and
- for receivables and payables.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the cash flow statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

1.16 Going concern

The financial statements have 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.

The Union incurred an operating deficit of $3,868 during the year ended 31 March 2026 (31 March 2025 surplus: $163,764), and as at that date the Union's total liabilities exceeded total assets by $891,957 (31 March 2025: $860,434) and had a net deficiency in equity as at 31 March 2026 of $862,959 (31 March 2025: $859,091).

The CFMEU Construction & General Division National Office has agreed to provide the CFMEU Construction & General Division South Australian Divisional Branch with financial support to ensure we can continue on a going concern basis. This agreed financial and other support is to continue for a period of no less than 12 months from the date of signing these financial reports to allow the branch to realise its assets and discharge its liabilities in the normal course of business. Furthermore, the CFMEU Construction & General Division National Office will not seek repayment of the intercompany receivable from CFMEU Construction & General Division South Australian Divisional Branch for a period of at least 12 months from the date of signing this financial report.

1.17 Acquisition of Assets and Liabilities

The Union did not acquire any asset or liability due to an amalgamation under Part 2 of Chapter 3 of the RO Act, a restructure of the branches of the organisation, a determination or revocation by the General Manager of the Fair Work Commission under subsections 245(1) or 249(1) of the RO Act.

1.18 Recovery of Wages

The Union has undertaken recovery of wages activities during the year.

NOTE 2 EVENTS AFTER REPORTING DATE

On 17 April 2026, the Manufacturing Division de-amalgamated from the Construction, Forestry and Maritime Employees Union. As such, the Union has now changed its name to the CFMEU Construction & General Division South Australian Divisional Branch.

On 22 May 2026, Michael Crosby was appointed as the Administrator by the Fair Work Commission replacing Mark Irving.

NOTE 3 INCOME	**2026**	**2025**
	$	**$**

Disaggregation of revenue from contracts with customers

A disaggregation of the Union's revenue by type of arrangements is provided on the face of the Statement of comprehensive income. The table below also sets out a disaggregation of revenue by type of customer.

	2026	2025
Type of customer		
Members	1,917,321	2,059,722
Other reporting units	-	-
Government	-	-
Other parties	-	-
Total revenue from contracts with customers	1,917,321	2,059,722

NOTE 3 INCOME

Note 3: Other Revenue

	2026	2025
	$	$
Meeting attendance & board fees	88,920	87,151
Advertising income	-	5,500
Promotion & Advertising income	44,419	30,000
Sponsorship	9,091	-
Merchandise sales	26,282	33,037
EBA Processing fee	13,091	8,727
Picnic day Income	241,406	236,058
Sundry income and reimbursements	392,070	1,052,833
Financial support from another reporting unit*	500,000	-
Total other revenue	1,315,279	1,453,306

*The financial support payment is received from the CFMEU Construction & General Division National Office.

NOTE 4 EXPENSES

	2026	2025
	$	$
Note 4A: Employee expenses		
Holders of office:		
Wages and salaries	-	674,040
Superannuation	-	82,901
Leave and other entitlements	-	(56,784)
**Separation and redundancies	-	14,800
Other employee expenses	-	78,645
Subtotal employee expenses holders of office	-	793,602
Employees other than office holders:		
Wages and salaries	1,215,821	651,108
Superannuation	176,769	89,570
Leave and other entitlements	75,035	(54,852)
**Separation and redundancies	44,650	19,100
Other employee expenses	162,492	75,970
Subtotal employee expenses employees other than office holders	1,674,767	780,896
Total employee expenses	1,674,767	1,574,498

* During the financial year ended 31 March 2026, CFMEU Construction and General Division and its Divisional Branches remained under administration pursuant to the *Fair Work (Registered Organisations) Amendment (Administration) Act 2024*. As a result, all offices of the CFMEU Construction and General Division South Australian Divisional Branch remained vacant for the duration of the reporting period and there were no office holders of the reporting unit during the year.

** Separation and redundancies include contributions to the redundancy fund.

Note 4B: Capitation fees

CFMEU C&G National Office	230,079	175,600
Total Capitation fees	230,079	175,600

Note 4C: Affiliation fees

Australian Labor Party South Australian Branch	-	10,103
SA Unions	-	2,702
Other Affiliations	14,714	3,774
Total Affiliation fees	14,714	16,579

Note 4D: Administration expenses

Levies – CFMEU C&G National Office compulsory levy	20,020	23,920
Fees/allowances - meeting and conferences	-	-
Conference and meeting expenses	1,617	2,824
Total administration expenses	21,637	26,744

NOTE 4 EXPENSES (CONTINUED)

	2026	2025
	$	$

Note 4E: Grants or donations

	2026 $	2025 $
Grants:		
Total paid that were $1,000 or less	-	-
Total paid that exceeded $1,000	-	-
Donations:		
Total paid that were $1,000 or less	-	1,000
Total paid that exceeded $1,000	-	-
Total grants or donations	-	1,000

Note 4F: Depreciation and amortisation

	2026 $	2025 $
Depreciation:		
Property, plant and equipment	17,350	11,680
Total depreciation	17,350	11,680

Note 4G: Finance costs

	2026 $	2025 $
Interest paid	-	-
Total finance costs	-	-

Note 4H: Legal costs

	2026 $	2025 $
Litigation	41,125	581
Other legal matters	4,910	1,941
Total legal costs	46,035	2,522

Note 4I: Accounting and Audit fees

	2026 $	2025 $
Accounting and audit expenses	32,495	31,216
Other accounting services	1,360	-
Total accounting and audit fees	33,855	31,216

NOTE 4 EXPENSES (CONTINUED)	2026	2025
	$	$

Note 4J: Other expenses

Penalties – via RO Act or the *Fair Work Act 2009*	-	-
Administration Charge	-	74,891
Advertising	600	540
Barbecue costs	1,093	-
Bank charges and credit card fees	16,936	20,660
Cleaning	13,557	13,188
Computer expenses	190,308	94,377
Impairment Expense – AS400 Project	-	339,115
Insurance (General, Members & Income Protection)	111,983	91,800
Light & power	29,215	22,065
Loss of disposal of assets	1,472	-
Motor vehicle expenses	53,367	63,478
Motor vehicle leasing – ABCWF	41,748	45,810
Office expenses	21,348	46,356
Photocopier rental	7,128	7,128
Picnic day expense	379,017	383,690
Postage, Printing & stationery	53,693	46,793
Promotional items	1,329	44,147
Rent to ABCWF	60,000	60,000
Repairs & maintenance	24,880	23,757
Sponsorship	12,000	9,500
Subscription	4,027	3,581
Sundry expenses	66,934	34,701
Telephone & communication	61,230	56,191
Travel and accommodation	46,186	28,209
Total other expenses	1,198,051	1,509,977

NOTE 5 ASSETS

	2026	2025
	$	$

Note 5A: Cash and Cash Equivalents

	2026	2025
Cheque account	55,446	50,524
Trust account	457	457
Petty cash	1,500	1,500
Business online saver	11,825	11,814
Total cash and cash equivalents	69,228	64,295

Note 5B: Trade and Other Receivables

	2026	2025
Current		
Trade receivable	7,760	6,970
Membership dues receivable	169,708	264,780
Receivables from other reporting units		
CFMEU C&G National Office	148,322	134,254
ABCWF	33,658	-
Total current trade and other receivables	359,448	406,004
Less allowance for expected credit losses	(157,421)	(249,894)
Total allowance for expected credit losses	(157,421)	(249,894)
Total current trade and other receivables (net)	202,027	156,110

The movement in the allowance for expected credit losses of trade and other receivables is as follows:

	2026 $	2025 $
Opening Balance at 1 July	(249,894)	(214,238)
(Increase)/Decrease in Provision for expected credit losses	92,473	(35,656)
(Increase)/Decrease in Write-off	-	-
Closing Balance at 30 June	(157,421)	(249,894)

NOTE 5 ASSETS (CONTINUED)	**2026**	**2025**
	$	**$**

Note 5D: Property, Plant and Equipment

Property, Plant and Equipment comprises of:

Office furniture & equipment	71,062	27,953
Total property plant and equipment	71,062	27,953
Office Furniture & Equipment:		
At cost	246,379	186,773
Less accumulated depreciation	(175,317)	(158,820)
Total office furniture & equipment	71,062	27,953

	Office furniture & equipment	**Total**
	$	$
Balance at beginning of the year	27,953	27,953
Additions	62,387	62,387
Disposals	(1,928)	(1,928)
Impairment	-	-
Transfer to receivables	-	-
Depreciation expense	(17,350)	(17,350)
Carrying amount at end of the year	71,062	71,062

NOTE 6 LIABILITIES

	2026	2025
	$	$

Note 6A: Trade and Other Payables

Trade payables and accruals	120,497	96,832
Payables to other reporting units		
- CFMEU C&G National Office	36,102	214,129
- ABCWF	246,669	177,422
- CFMEU C&G VIC/TAS Divisional Branch	7	-
Legal costs		
Litigation	2,420	-
Other legal matters	-	-
GST/PAYG payable	154,002	77,745
Total trade and other payables	559,697	566,128

Note 6B: Employee Provisions

Employee provisions comprises of:

Current		
Provision for annual leave	116,727	79,193
Provision for long service leave	22,047	-
	138,774	79,193
Non-current		
Provision for long service leave	42,064	26,610
Total employee provisions	180,838	105,803

Non-current provisions represent long service leave entitlements owing to employees who have not completed 7 continuous years of service with the Union.

Balance at beginning of the year	105,803	215,284
Net provision movement during the year	75,035	(109,481)
Balance at the end of the year	180,838	105,803

NOTE 6 LIABILITIES (CONTINUED)

Note 6B: Employee Provisions (Continued)

	2026	2025
	$	$
Office Holders:		
Annual leave*	-	7,171
Long service leave*	-	6,115
Subtotal employee provisions—office holders	-	13,286
Employees other than office holders:		
Annual leave	116,727	72,022
Long service leave	64,111	20,495
Subtotal employee provisions—employees other than office holders	180,838	92,612
Total employee provisions	180,838	105,803

* During the financial year ended 31 March 2026, CFMEU Construction and General Division and its Divisional Branches remained under administration pursuant to the *Fair Work (Registered Organisations) Amendment (Administration) Act 2024*. As a result, all offices of the CFMEU Construction and General Division South Australian Divisional Branch remained vacant for the duration of the reporting period and there were no office holders of the reporting unit during the year.

Note 6C: Revenue in Advance

Revenue in advance comprises of:

	2026	2025
Current		
Membership dues in advance	464,741	435,519
	464,741	435,519
Total revenue in advance	464,741	435,519

NOTE 7 CASH FLOW

Note 7A: Cash Flow Reconciliation

	2026	2025
Reconciliation of cash and cash equivalents as per Statement of financial position to Statement of cash flows:		
Cash and cash equivalents as per:		
Statement of cash flows	69,228	64,295
Statement of financial position	69,228	64,295
Difference	**-**	**-**

NOTE 7 CASH FLOW (CONTINUED)

	2026 $	2025 $
Note 7A: Cash Flow Reconciliation (continued)		
Reconciliation of surplus to net cash from operating activities:		
Surplus/(Deficit) for the year	(3,868)	163,764
Adjustments for non-cash items		
Depreciation expense	17,350	11,680
Impairment	-	339,115
Asset Write-off	1,927	-
Refundable amount on AS400 asset (transfer)	-	134,254
Changes in assets/liabilities		
(Increase)/decrease in trade and other receivables	(45,917)	(129,557)
Increase/(decrease) in trade and other payables	(6,429)	(138,565)
Increase/(decrease) in revenue in advance	29,222	(3,990)
Increase/(decrease) in employee provisions	75,035	(109,481)
Net cash from (used by) operating activities	67,320	267,221

Note 7B: Cash flow information

	2026 $	2025 $
Cash inflows		
CFMEU Manufacturing Division	1,350	1,091
CFMEU C&G National Office	657,461	25,392
Total cash inflows	658,811	26,483
Cash outflows		
ABCWF	90,043	60,000
CFMEU C&G National Office	787,324	251,961
CFMEU C&G Division – Victoria/Tasmania Divisional Branch	6,020	-
Total cash outflows	883,387	311,961

Note 7C: Non-cash transactions

During the year ended 31 March 2026, the Union did not enter into any non-cash investing or non-cash financing activities.

NOTE 8 RELATED PARTY DISCLOSURES

Note 8A: Related Party Transactions for the Reporting Period

Holders of office and related reporting units

The names of those persons who held office for all or part of the year are deemed to be a related party for financial reporting purposes as set out in the accompanying Operating Report. The following table provides the total amount of transactions that have been entered into with related parties for the relevant year.

	2026	2025
	$	$
Income received includes the following:		
Picnic day tickets sale from CFMEU Manufacturing division	1,227	1,091
Leave transfer from CFMEU C&G National Office	-	22,621
Payroll tax reimbursement from CFMEU C&G National Office	-	909
IT costs reimbursed from CFMEU C&G National Office	75,681	1,862
Donation Income (Branch Support) from CFMEU C&G National Office	500,000	-
Reimbursement of staff cost from CFMEU C&G National Office	88,740	-
Expenses paid includes the following:		
Capitation fees to CFMEU C&G National Office	230,079	175,600
Campaign levy to CFMEU C&G National Office	20,020	23,920
Security Costs to CFMEU C&G National Office	-	52,441
Rent paid to ABCWF	60,000	60,000
Reimbursement to CFMEU C&G Division – Victoria/Tasmania Divisional Branch	5,479	473
Reimbursement to ABCWF	21,857	-
Amounts receivable from includes the following:		
CFMEU C&G National Office	148,322	134,254
ABCWF	33,658	-
Amounts owed to includes the following:		
CFMEU C&G National Office	36,102	214,129
CFMEU C&G Division – Victoria/Tasmania Divisional Branch	7	-
ABCWF	246,669	177,422

NOTE 8 RELATED PARTY DISCLOSURES (CONTINUED)

Note 8A: Related Party Transactions for the Reporting Period (Continued)

Holders of office and related reporting units (continued)

Terms and conditions of transactions with related parties (continued)

Related party transactions also occur between the Union and other reporting units including the National Office of the Construction & General Division (CFMEU C&G National Office).

Related Party disclosures in the financial report are presented on an accrual basis. Whilst the financial records of the Union have been kept, as far as practicable, in a manner consistent with each other reporting units of the organisation, the balances and transactions reported in this financial report may differ to those recorded in the financial report of the counterparty reporting unit. This may arise due to timing difference in the respective record keeping of the related reporting units, for example, in the receipt of payments, correspondence in transit or the alternative categorisation of balances/transactions.

From time-to-time, the National Office of the Construction & General Division of the CFMEU (CFMEU C&G National Office) coordinates various administrative activities on behalf of the Union. This includes the collation of certain costs, which are apportioned to the appropriate branches and invoiced in full. Accordingly, with the National Office merely being the facilitator of such transactions between the Union and independent third parties (and there is no profit component in recharging these costs), these are not considered to be related party expenditures of the Union and hence are not required to be disclosed.

Notwithstanding this, the transfer of funds to meet these obligations remain related party transactions and accordingly have been disclosed in the related party cash flows reported at Note 7B. Additionally, any amounts outstanding as at balance date between related parties have been disclosed at Note 8A.

There have been no payments made during the financial year to a former related party of the Union.

NOTE 8 RELATED PARTY DISCLOSURES (CONTINUED)

Note 8B: Key Management Personnel Remuneration for the Reporting Period

Key management personnel comprise those individuals who have the authority and responsibility for planning, directing and controlling the activities of the Union. The Union has determined that key management personnel comprise of:

- Travis Hera-Singh (Branch Executive Officer)

During the year, the key management personnel of the Union were remunerated as follows:

	2026	2025
	$	$
Short-term employee benefits		
Total short-term employee benefits	163,270	776,940
Post-employment benefits:		
Total post-employment benefits	34,005	-
Other long-term benefits:		
Total other long-term benefits	4,324	10,580
Termination benefits	-	24,262
Total	201,599	811,782

No other transactions occurred during the year with elected officers, close family members or other related parties than those related to their membership or employment and on terms no more favourable than those applicable to any other member of employee.

NOTE 9 CONTINGENT LIABILITIES, ASSETS AND COMMITMENTS

(a) Operating lease commitments

The Union does not have any operating lease commitments.

(b) Contingent liabilities and commitments

There are continually numerous ongoing unsettled legal actions against the Union regarding industrial relations matters.

If at year end, a judgement has been awarded against the Union or a matter has been settled and the amount is unpaid, the Union accrues an expense for estimated costs and penalties in relation to the matter.

No provision is made for any settlement costs or penalties for ongoing unresolved matters where the outcome cannot be reliably determined as the Union intends to defend the claims.

(c) Finance lease commitments

The Union does not have any finance lease commitments at 31 March 2026 (2025: Nil).

(d) Capital expenditure commitments

A determination was made on 4th July 2025, by Mark Irving KC, to discontinue the project. AS400 will continue to be supported and function as the Union's membership system until a new database system is secured. From the payments made to C&G National Office there is $133,794 in unspent funds for the SA Branch, which is recorded as a receivable. These funds will be used to fund support and maintenance costs of the AS400 system.

NOTE 10 REMUNERATION OF AUDITORS	2026	2025
	$	$
Financial statement audit services	15,450	15,000
Other services – Accounting fees*	1,360	1,360
Total remuneration of auditors	16,810	16,360

* Other services include the FBT return.

NOTE 11 FINANCIAL INSTRUMENTS

Financial Risk Management Policy
The Administrator monitors the Union's financial risk management policies and exposure and approves financial transactions within the scope of these policies.

The Administrator's overall risk management strategy seeks to assist the Union in meeting its financial targets, while minimising potential adverse effects on financial performance. Its functions include the review of the use of credit risk policies and future cash flow requirements.

Specific Financial Risk Exposures and Management
The main risks the Union is exposed to through its financial instruments are credit risk, liquidity risk, and market risk consisting predominantly of interest rate risk. There have been no substantive changes in the types of risks the Union is exposed to, how these risks arise, or the Administrator's objectives, policies and processes for managing or measuring the risks from the previous period.

NOTE 11 FINANCIAL INSTRUMENTS (CONTINUED)

The Union's financial instruments are listed below:

	31 March 2026 $	31 March 2025 $
Financial Assets		
Cash and cash equivalents	69,228	64,295
Trade and other receivables	202,027	156,110
	271,255	220,405
Financial Liabilities		
Trade and other payables	559,697	566,128
	559,697	566,128

Note 11A: Credit Risk

The Union has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults.

Management considers that all the financial assets that are not impaired for each of the reporting dates under review are of good quality, including those that are past due.

The credit risk of liquid funds, and other short-term financial assets is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

The class of assets described as Trade and Other Receivables is considered to be the main source of credit risk related to the Union. On a geographical basis, the Union's trade and other receivables are all based in Australia.

The Union applies the simplified approach to providing for expected credit losses prescribed by AASB 9, which permits the use of the lifetime expected loss provision for all trade and other receivables. To measure the expected credit losses, accounts receivable have been grouped based on shared credit risk characteristics and the days past due. The loss allowance provision as at 31 March 2026 is determined as follows. The expected credit losses below also incorporate forward looking information.

The balance of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

NOTE 11 FINANCIAL INSTRUMENTS (CONTINUED)

Note 11A: Credit Risk (Continued)

Ageing of financial assets that were past due but not impaired for 2026

	0 to 30 days	31 to 60 days	61 to 90 days	90+ days	Total
	$	$	$	$	$
Expected loss rate	44.0%	-%	-%	-%	44.0%
Gross Carrying amount	359,448	-	-	-	359,448
Expected credit loss	157,421	-	-	-	157,421

Ageing of financial assets that were past due but not impaired for 2025

	0 to 30 days	31 to 60 days	61 to 90 days	90+ days	Total
	$	$	$	$	$
Expected loss rate	62.0%	-%	-%	-%	62.0%
Gross Carrying amount	406,004	-	-	-	406,004
Expected credit loss	249,894	-	-	-	249,894

The Union has no significant concentration of credit risk with respect to any single counterparty or group of counterparties other than those receivables specifically provided for and mentioned within Note 5. The main source of credit risk to the entity is considered to relate to the class of assets described as "accounts receivable and other debtors".

The Union always measures the loss allowance for accounts receivable at an amount equal to lifetime expected credit loss. The expected credit losses on accounts receivable are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

The Union writes off an account receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery or when the trade receivables are over two years past due, whichever occurs earlier. None of the accounts receivable that have been written off are subject to enforcement activities.

Collateral held as security

The Union does not hold collateral with respect to its receivables at 31 March 2026 (31 March 2025: Nil).

NOTE 11 FINANCIAL INSTRUMENTS (CONTINUED)

Note 11B: Liquidity Risk

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

- preparing forward looking cash flow estimates;
- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- only investing surplus cash with major financial institutions; and
- comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

The tables below reflect an undiscounted contractual maturity analysis for non-derivative financial liabilities. The Union does not hold directly any derivative financial liabilities.

Contractual maturities for financial liabilities

	On Demand	< 1 year	1 – 2 years	2 – 5 years	> 5 years	Total
2026		$	$	$	$	$
Trade and other payables	405,695	-	-	-	-	405,695
	405,695	-	-	-	-	405,695
2025						
Trade and other payables	488,383	-	-	-	-	488,383
	488,383	-	-	-	-	488,383

Note 11C: Market Risk

i. Interest rate risk

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments. The Union's exposure to interest rate risk arises from its cash at bank, term deposits and floating rate instruments.

The financial instruments which expose the Union to interest rate risk are limited to its cash reserves.

ii. Foreign exchange risk

The Union is not exposed to fluctuations in foreign currencies.

iii. Price risk

The Union is exposed to equity securities price risk.

NOTE 11 FINANCIAL INSTRUMENTS (CONTINUED)

Note 11C: Market Risk (Continued)

Sensitivity Analysis

While the Union is exposed to changes in interest rates, due to the fact that any expected change in interest rates would have no significant impact on profit and loss or equity, no sensitivity analysis has been considered necessary.

No sensitivity analysis has been performed on foreign exchange risk, as the Union is not exposed to foreign currency fluctuations.

NOTE 12: SECTION 272 FAIR WORK (REGISTERED ORGANISATIONS) ACT 2009

In accordance with the requirements of the *Fair Work (Registered Organisations) Act 2009*, the attention of members is drawn to the provisions of subsections (1) to (3) of section 272, which reads as follows:

Information to be provided to members or Commissioner:

(1) A member of a reporting unit, or the Commissioner, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.

(2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.

(3) A reporting unit must comply with an application made under subsection (1).

NOTE 13: UNION DETAILS

The registered office of the Union is:

Level 1, 32 South Terrace
Adelaide SA 5000

CFMEU
CONSTRUCTION & GENERAL DIVISION
SOUTH AUSTRALIAN DIVISIONAL BRANCH

OFFICER DECLARATION STATEMENT
FOR THE YEAR ENDED 31 MARCH 2026

I, Daniel Murphy, being the Branch Executive Officer of the CFMEU Construction & General Division South Australian Divisional Branch, declare that the following activities did not occur during the reporting period ending 31 March 2026.

The reporting unit did not:

- acquire an asset or liability due to an amalgamation under Part 2 of Chapter 3 of the RO Act, a restructure of the branches of an organisation, a determination or revocation by the General Manager, Fair Work Commission
- receive capitation fees from another reporting unit
- incur fees as consideration for employers making payroll deductions of membership subscriptions
- pay a grant that was $1,000 or less
- pay a grant that exceeded $1,000
- pay separation and redundancy to holders of office
- pay a penalty imposed under the RO Act or the *Fair Work Act 2009*
- have a payable to an employer for that employer making payroll deductions of membership subscriptions
- have a separation and redundancy provision in respect of holders of office
- have a separation and redundancy provision in respect of employees (other than holders of office)
- have a fund or account for compulsory levies, voluntary contributions or required by the rules of the branch
- transfer to or withdraw from a fund (other than the general fund), account, asset or controlled entity
- have a balance within the general fund
- have another entity administer the financial affairs of the reporting unit

…………………………………

Daniel Murphy

Branch Executive Officer

31 August 2026

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STRATEGIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of CFMEU – Construction & General Division - South Australian Divisional Branch

Opinion

We have audited the accompanying financial report, being a general purpose financial report, of CFMEU - Construction & General Division - South Australian Divisional Branch (the 'Union'), which comprises the statement of financial position as at 31 March 2026, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year then ended, notes to the financial statements, including a summary of significant accounting policies, the administration statement, the subsection 255(2A) report and the officer declaration statement.

In our opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of the Union as at 31 March 2026 and its financial performance and its cash flows for the year then ended on that date in accordance with:

(a) The Australian Accounting Standards; and

(b) Any other requirements imposed by the reporting guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the 'RO Act').

Basis of 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 Union in accordance with ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Material Uncertainty Related to Going Concern

We draw attention to note 1.16 in the financial report which indicates that the Union's current liabilities exceeded its current assets of $891,957 and had a net deficiency in equity as at 31 March 2026 of $862,959. These conditions, along with other matters as set forth in note 1.16 indicates the existence of a material uncertainty that may cast significant doubt about the Union's ability to continue as a going concern and therefore the Union may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Other Information

The Administrator is responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Union's operating report 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 on the other information obtained prior to the date of this auditor's report, 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.

Responsibility of the Administrator for the Financial Report

The Administrator of the Union is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the RO Act and for such internal control the Administrator determines 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 Administrator is responsible for assessing the Union's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Administrator either intends to liquidate the Union or 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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Union's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Trust'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 Trust 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 Administrator regarding, among other matters, the planned scope and timing of the audit and any significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

I, David Charlesworth, declare that I am an auditor registered under the RO Act.

LEE GREEN

DAVID CHARLESWORTH
Principal

Dated this 31st day of August 2026

190 Fullarton Road
Dulwich SA 5065

Registration number (as registered under the RO Act): AA2019/2