Annual Report 2026

Freycinet Coast Financial Services Limited

Community Bank
Swansea and Bicheno

ABN 32 127 068 222

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Chair's Report

I am pleased to report the Community Bank Swansea and Bicheno achieved an operating profit of $112,521 (2025 $130,382) for the financial year, before community contributions.

Community Bank Swansea and Bicheno has provided a high level of community contributions again this year. The major project which has been supported was the upgrade of the Swansea GP consulting rooms and the May Shaw Home Care Division facilities which was completed in early August.

As reported last year Bendigo Bank commenced a review of the CB model. This review has been placed on hold pending a broader strategic review considering the interests of all stakeholders and a broad range of factors including business performance and growth, community impact, revenue share and non-financial risks. The end date of this review is not known at this stage.

The resource sharing arrangement which was in place with Community Bank St Helens-St Marys concluded at the end of January following a review by Bendigo Bank.

The book of loans and deposits has increased during the financial year by some $7 million which provides a good platform for the 26/27 year.

Following a strategic review of the business in February with input from BEN the opening hours of the branches were varied to provide a sustainable model for the operation of the branches and service to customers going forward. A roadshow to key locations of Bicheno, Coles Bay and Swansea was undertaken to explain the changes to the communities.

I wish to thank the Board for its continued support and contribution. Voluntary boards are facing increasing demands particularly with the growing focus on compliance and risk issues within the banking environment the Community Bank operates in.

Alcuin Hacker resigned at the end of July due to his increasing work commitments. Claire Dunbabin has joined the board, and she will bring further skills and valuable local knowledge to our meetings.

I am stepping down as Chairperson at this year's AGM after a number of years in the role. It has been rewarding but not without its challenges.

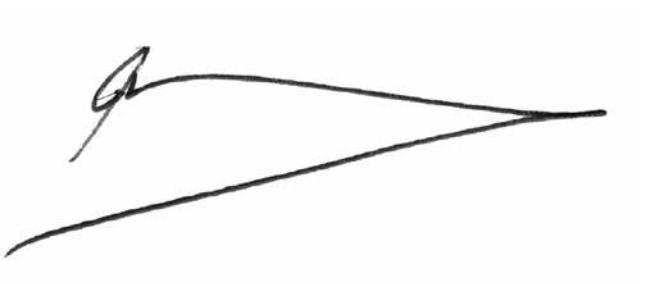
Rob Johns has agreed to take on this important position and will bring his knowledge and experience in leading the board.

Kristen, our Senior Branch Manager has continued to perform at a high level. She is passionate about the business and committed to helping it grow. There have been some staff changes during the year which can always present challenges, but Kristen has managed these changes well and ensured the high level of customer service is maintained.

Thanks to Martyn Neville our Regional Manager who provides excellent support to Kristen and the board.

Thanks to the staff for their efforts over the year.

As always there will be challenges ahead next year.



John Fletcher
CHAIRPERSON

Senior Branch Manager's Report

Freycinet Coast Financial Services Limited remains incredibly proud to provide comprehensive banking services to the Swansea and Bicheno communities, maintaining our vital position as the only bank operating locally in our region.

2026 has been a successful year for business growth, driven largely by new customers choosing to switch their banking to us, alongside our existing customers choosing to do more of their business with our branches.

This growth has directly fuelled our ability to give back. In 2026, we returned $65,802 to the community via grants and sponsorships. This milestone brings our cumulative total to $736,929 given back to our local community over our 18 years of trading. This funding continues to support local development through community grants, sponsorships, and student bursaries for year 6 and 10 leavers at each of our local schools. We are very proud to have supported our biggest project to date over the last couple of financial years—the upgrade of the facilities at Swansea General Practice/Celebrate Health Care.

To ensure we remain profitable, sustainable, and well-positioned to keep giving back to our community in the long term, we have recently made strategic changes to our operating hours. These adjustments allow us to balance our operational efficiency with our commitment to maintaining a face-to-face banking presence in our regional towns.

Our dedicated team has continued to provide our customers with the exceptional service they have come to expect. I am immensely proud of our staff and their unwavering commitment to guiding our customers through financial decisions and helping them achieve their goals and dreams.

I would like to extend my heartfelt thanks to our Regional Manager, Martyn Neville, for his ongoing support and guidance over the past twelve months.

Our Community Bank board of directors are dedicated volunteers who generously give their time despite their own busy lives. I thank them sincerely for their support, hard work, and service to our region.

To our shareholders, thank you for your continued loyalty. It is directly because of your support that we are able to sustain a bank in our regional towns.

As always, Freycinet Coast Financial Services Limited is here to provide full banking services to Swansea and Bicheno. To remain sustainable and continue giving back to the community at this level, we must remain profitable. To do so, we rely on your ongoing advocacy and support.

So, I ask you, our Community Bank Shareholders: when was the last time you reviewed your current banking arrangements? Do you hold accounts or loans with other financial institutions that are not actively supporting your local community bank?

Bendigo Bank is trusted by millions of customers Australia-wide**.** We encourage you to book an appointment to see what we can do for you.

Please encourage your family and friends to reach out to our team for any of their banking or financial needs.

Support us, so we can continue to support you and our community.

Together, we can make great things happen!



Kristen Darke
SENIOR BRANCH MANAGER

Bendigo Report

This year marked the first chapter of delivering on Bendigo Bank's 2030 Strategy.

Our purpose remains central to who we are – to feed into the prosperity of our customers and community – and our strategy brings a new focus on areas including innovation, digital ease and setting the benchmark for trust and societal impact.

We are making strong progress with new digital features to enhance the customer experience. Notably, Community Link is allowing customers to join us through e-banking while retaining a connection to their local branch.

In FY25, more than $50 million was invested back into local communities, adding to a total of $416 million since 1998. Our Scholarship Program remains one of the largest of its kind in Australia, with an incredible 70 Community Banks participating in 2026, and more than $1.6m in scholarships awarded.

Our model evolution project is now helping to inform a holistic strategic review of the Community Bank model. The review is considering a broad range of factors to strengthen the model for the future, including growth, community impact, revenue share and non-financial risk. As an organisation, we remain committed to the Community Bank model and the important role it plays in achieving our 2030 Strategy.

Bendigo Bank has been supporting customers and communities across Australia for more than 160 years and for the past 27 years, the Community Bank model has been a driving force for positive impact.

On behalf of Bendigo Bank, thank you for being a shareholder in your local Community Bank. Your belief and support of our purpose have been instrumental in our success. I look forward to seeing us grow together and continue supporting our communities to prosper.



Justine Minne
HEAD OF COMMUNITY BANKING

Directors' Report
For the Year Ended 30 June 2026

The directors present their report on Freycinet Coast Financial Services Ltd for the financial year ended 30 June 2026.

Information on Directors

John Fletcher	Chairperson and Treasurer
Qualifications	Bachelor of Business (Accounting)
Experience	Retired finance executive
Interest in Shares	Nil
Richard Benwell	
Qualifications	Nil
Experience	Retired company director
Interest in Shares	Nil
Tim High	
Qualifications	BSc Zoology, MSC Dist Dairy Science
Experience	Retired Company Executive
Interest in Shares	Nil
Annette Hughes	
Qualifications	Bachelor of Arts (Hons), JD-Juris Doctor
Experience	Commercial lawyer with extensive experience
Interest in Shares	Nil
Special Resp.	Marketing Committee
Nick Johnston	
Qualifications	Commercial Part 3 Divers Certificate
Experience	Tourism Operator
Interest in Shares	Nil
Alison Wallace	Resigned 24 November 2025
Qualifications	Nil
Experience	Tourism and hospitality
Interest in Shares	Nil
Special Resp.	Marketing Committee
Liz Swain AM	
Qualifications	FAICD, MBA, Diplomas in Metallurgy and Chemistry
Experience	RIO Tinto Management and extensive diverse Board membership
Interest in Shares	Nil
Special Resp.	Marketing Committee Chair
Rob Johns	
Qualifications	MAICD., Bachelor of Arts
Experience	Former Partner Goldman Sachs JBWere
Interest in Shares	Nil
Alcuin Hacker	Resigned 31 July 2026
Qualifications	Nil
Experience	Fundraising and Marketing Consultant
Interest in Shares	Nil

Meetings of Directors

During the financial year, 11 meetings of directors were held. Attendances by each director during the year were as follows:

	Number eligible to attend	Number attended	Leave of absence
John Fletcher	11	9	-
Richard Benwell	11	8	-
Tim High	11	9	-
Annette Hughes	11	11	-
Nick Johnston	11	8	-
Alison Wallace	5	4	-
Liz Swain	11	10	-
Rob Johns	11	11	-
Alcuin Hacker	11	5	-

Company Secretary

Erin van Nieuwkuyk was appointed as company secretary in April 2026.

Directors' Report continued
For the Year Ended 30 June 2026

Principal activities

The principal activity of Freycinet Coast Financial Services Ltd during the financial year was providing Community Bank branch services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

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

Operating results

The profit of the Company after providing for income tax amounted to $32,573 (2025: profit of $4,050).

Dividends paid or recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Review of operations

A review of the operations of the Company during the financial year and the results of those operations is contained within the accompanying chair's and manager's reports.

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events after the reporting date

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

Future developments and results

As reported last year Bendigo and Adelaide bank in conjunction with the Community Bank network commenced a review of the Community Bank model. That review was placed on hold pending a broader holistic review which is considering the interests of all stakeholders and a broad range of factors including growth, community impact and the evolving risk and regulatory environment.

Environmental issues

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

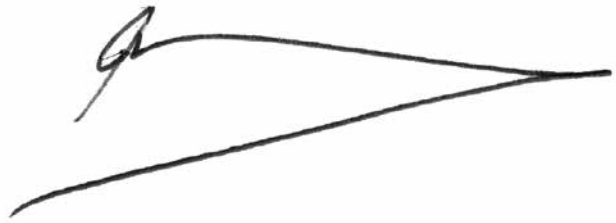
Indemnification and insurance of officers and auditors

The Company has agreed to indemnify each Officer (Director, Secretary or employee) out of assets of the Company to the relevant extent against any liability incurred by that person arising out of the discharge of their duties, except where the liability arises out of conduct involving dishonesty, negligence, breach of duty or the lack of good faith. The Company also has Officers Insurance for the benefit of Officers of the Company against any liability occurred by the Officer, which includes the Officer's liability for legal costs, in or arising out of the conduct of the business of the Company or in or arising out of the discharge of the Officer's duties. Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance. The Company has not provided any insurance for an Auditor of the Company.

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2026 has been received and can be found on the following page of the financial report.

Signed in accordance with a resolution of the Board of Directors:



Director:

John Fletcher

24 August 2026

Auditor's Independence Declaration

synectic

Auditor's Independence Declaration

To the Directors of Freycinet Coast Financial Services Ltd

I declare that, to the best of my knowledge and belief, there have been:

(a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001*; and

(b) no contraventions of any applicable code of professional conduct

in relation to our audit for the year ended 30 June 2026.

Synectic

Synectic Audit & Assurance Pty Ltd

Benjamin Coull

Director

Date: 25/08/2026

Think outside the numbers

Synectic Audit & Assurance Pty Ltd

Authorised Audit Company 385720
ABN 30 146 220 215

Liability limited by a scheme approved under Professional Standards Legislation

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Financial Statements

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2026

Revenue	Note	**2026** **$**	2025 $
Commissions		**809,849**	779,653
Fees		**51,738**	58,723
Interest		**19,788**	30,256
		881,375	868,632
Expenses			
Employee benefits		**498,865**	481,691
Information technology and communications		**35,647**	36,184
ATM and other branch operating expenses		**37,805**	32,189
Occupancy costs		**38,105**	32,827
Administrative expenses		**68,842**	66,404
Finance costs		**8,786**	5,215
Depreciation and amortisation expense		**80,804**	83,740
Operating profit		**112,521**	130,382
Community donations and sponsorship		**65,802**	124,982
Profit before income tax		**46,719**	5,400
Income tax expense	3	**(14,146)**	(1,350)
Profit for the year		**32,573**	4,050
Other comprehensive income			
Other comprehensive income, net of tax		**-**	-
Total comprehensive income for the year		**32,573**	4,050

The accompanying notes form part of these financial statements.

Statement of Financial Position
As at 30 June 2026

	Note	2026 $	2025 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	**825,735**	693,864
Trade and other receivables		**82,015**	90,068
Current tax receivable	4	**-**	25,495
TOTAL CURRENT ASSETS		**907,750**	809,427
NON-CURRENT ASSETS			
Property, plant and equipment	6	**181,881**	110,339
Deferred tax assets	4	**29,802**	5,518
Intangible assets	7	**21,776**	35,277
TOTAL NON-CURRENT ASSETS		**233,459**	151,134
TOTAL ASSETS		**1,141,209**	960,561
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	**109,793**	39,417
Current tax liabilities	4	**29,225**	-
Employee benefits	10	**39,243**	17,704
Financial liabilities	9	**74,004**	55,033
TOTAL CURRENT LIABILITIES		**252,265**	112,154
NON-CURRENT LIABILITIES			
Employee benefits	10	**-**	18,077
Financial liabilities	9	**40,889**	14,849
TOTAL NON-CURRENT LIABILITIES		**40,889**	32,926
TOTAL LIABILITIES		**293,154**	145,080
NET ASSETS		**848,055**	815,481
EQUITY			
Issued capital	11	**1,153,787**	1,153,788
Retained earnings		**(305,732)**	(338,307)
TOTAL EQUITY		**848,055**	815,481

The accompanying notes form part of these financial statements.

Statement of Changes in Equity
For the Year Ended 30 June 2026

	Note	Issued Capital $	Accumulated Losses $	Total Equity $
Balance at 1 July 2025		**1,153,788**	**(338,307)**	**815,481**
Net profit for the year		**-**	**32,573**	**32,573**
Balance at 30 June 2026		**1,153,788**	**(305,734)**	**848,054**

Balance at 1 July 2024		1,153,788	(283,777)	870,011
Net profit/(loss) for the year		-	4,050	4,050
Dividends Paid		**-**	**(58,581)**	**(58,581)**
Balance at 30 June 2025		1,153,788	(338,308)	815,480

The accompanying notes form part of these financial statements.

Statement of Cash Flows
For the Year Ended 30 June 2026

	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		**940,950**	919,565
Payments to suppliers		**(133,822)**	(198,943)
Interest received		**19,788**	30,256
Payments to employees		**(501,335)**	(472,468)
Finance costs		**(8,786)**	(5,215)
Income taxes paid		**16,290**	(53,285)
GST recovered/(paid)		**(56,426)**	(47,568)
Net cash provided by/(used in) operating activities	14	**276,659**	172,342
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		**4,023**	-
Purchase of property, plant and equipment		**(27,007)**	(1)
Net cash provided by/(used in) investing activities		**(22,984)**	(1)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Payment of lease liability		**(56,002)**	(58,222)
Community donations and sponsorship		**(65,802)**	(124,982)
Dividends paid		**-**	(58,581)
Net cash provided by/(used in) financing activities		**(121,804)**	(241,785)
Net increase/(decrease) in cash and cash equivalents held		**131,871**	(69,444)
Cash and cash equivalents at beginning of year		**693,864**	763,308
Cash and cash equivalents at end of financial year	5	**825,735**	693,864

The accompanying notes form part of these financial statements.

Notes to the Financial Statements
For the Year Ended 30 June 2026

The financial report covers Freycinet Coast Financial Services Ltd as an individual entity. Freycinet Coast Financial Services Ltd is a for-profit Company limited by shares, incorporated and domiciled in Australia.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards and the *Corporations Act 2001*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

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

2 Summary of Material Accounting Policies

(a) Economic dependence

The Company has entered into a franchise agreement with Bendigo and Adelaide Bank Limited that governs the management of the Community Bank branches at Bicheno and Swansea.

The branches operate as a franchise of Bendigo and Adelaide Bank Limited, using the name "Bendigo Bank", the logo, and systems of operation of Bendigo and Adelaide Bank Limited. The Company manages the Community Bank branches on behalf of Bendigo and Adelaide Bank Limited, however all transactions with customers conducted through the Community Bank branches are effectively conducted between the customers and Bendigo and Adelaide Bank Limited.

All deposits are made with Bendigo and Adelaide Bank Limited, and all personal and investment products are products of Bendigo and Adelaide Bank Limited, with the Company facilitating the provision of those products. All loans, leases or hire purchase transactions, issues of new credit or debit cards, temporary or bridging finance and any other transaction that involves creating a new debt, or increasing or changing the terms of an existing debt owed to Bendigo and Adelaide Bank Limited, must be approved by Bendigo and Adelaide Bank Limited. All credit transactions are made with Bendigo and Adelaide Bank Limited, and all credit products are products of Bendigo and Adelaide Bank Limited.

Bendigo and Adelaide Bank Limited provides significant assistance in establishing and maintaining the Community Bank branches franchise operations. It also continues to provide ongoing management and operational support, and other assistance and guidance in relation to all aspects of the franchise operation, including advice in relation to:

- Advice and assistance in relation to the design, layout and fit out of the Community Bank branches;
- Training for the Branch Managers and other employees in banking, management systems and interface protocol;
- Methods and procedures for the sale of products and provision of services;
- Security and cash logistic controls;
- Calculation of company revenue and payment of many operating and administrative expenses;
- The formulation and implementation of advertising and promotional programs; and
- Sale techniques and proper customer relations.

(b) Revenue and other income

Revenue arises from the rendering of services through its franchise agreement with the Bendigo and Adelaide Bank Limited. The revenue recognised is measured by reference to the fair value of consideration received or receivable, excluding sales taxes, rebates, and trade discounts.

The entity applies the revenue recognition criteria set out below to each separately identifiable sales transaction in order to reflect the substance of the transaction. All revenue is stated net of the amount of goods and services tax (GST).

Interest

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

Rendering of services

As detailed in the franchise agreement, companies earn three types of revenue - margin, commission and fee income. Bendigo and Adelaide Bank Limited decide the method of calculation of revenue the Company earns on different types of products and services and this is dependent on the type of business the Company generates also taking into account other factors including economic conditions, including interest rates.

Core Banking Products

Bendigo and Adelaide Bank Limited identify specific products and services as 'core banking products', however it also reserves the right to change the products and services identified as 'core banking products', providing 30 days notice is given.

Margin

Margin is earned on all core banking products. A Funds Transfer Pricing (FTP) model is used for the method of calculation of the cost of funds, deposit return and margin. Margin is determined by taking the interest paid by customers on loans less interest paid to customers on deposits, plus any deposit returns, i.e. interest return applied by Bendigo and Adelaide Bank Limited for a deposit, minus any costs of funds i.e. interest applied by Bendigo and Adelaide Bank Limited to fund a loan.

Commission

Commission is a fee earned on products and services sold. Depending on the product or services, it may be paid on the initial sale or on an ongoing basis.

Fee Income

Fee income is a share of 'bank fees and charges' charged to customers by Bendigo and Adelaide Bank Limited, including fees for loan applications and account transactions.

Form and Amount of Financial Return

The franchise agreement stipulates that Bendigo and Adelaide Bank Limited may change the form, method of calculation or amount of financial return the Company receives. The reasons behind making a change may include, but not limited to, changes in Bendigo and Adelaide Bank Limited's revenue streams/processes; economic factors or industry changes. Bendigo and Adelaide Bank Limited may make any of the following changes to form, method of calculation or amount of financial returns:

- a change to the products and services identified as 'core banking products and services'
- a change as to whether it pays the Company margin, commission or fee income on any product or service.
- a change to the method of calculation of costs of funds, deposit return and margin and a change to the amount of any margin, commission and fee income.

These abovementioned changes, may impact the revenue received by the Company on a particular product or service, or a range of products and services.

However, if Bendigo and Adelaide Bank Limited make any of the above changes, per the franchise agreement, it must comply with the following constraints in doing so.

a) If margin or commission is paid on a core banking product or service, Bendigo and Adelaide Bank Limited cannot change it to fee income;

b) In changing a margin to a commission or a commission to a margin on a core banking product or service, or changing the method of calculation of a cost of funds, deposit return or margin or amount of margin or commission on a core product or service, Bendigo and Adelaide Bank Limited must not reduce the Company's share of Bendigo and Adelaide Bank Limited's margin on core banking product and services when aggregated to less than 50% of Bendigo and Adelaide Bank Limited's margin on core banking products attributed to the Company's retail branch operation; and

c) Bendigo and Adelaide Bank Limited must publish the change at least 30 days before making the change.

(c) Income Tax

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises current income tax expense plus deferred tax expense.

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates and laws that have been enacted or substantively enacted by the end of the reporting period. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and losses can be utilised.

Current and deferred tax is recognised as income or an expense and included in profit or loss for the period except where the tax arises from a transaction which is recognised in other comprehensive income or equity, in which case the tax is recognised in other comprehensive income or equity respectively.

(d) Property, plant and equipment

Property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment.

Depreciation

Property, plant and equipment is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

(e) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - FVOCI

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis. Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

(f) Intangible Assets

Franchise fees have been initially recorded at cost and amortised on a straight line basis at a rate of 20% per annum.

(g) Leases

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(h) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements.

(i) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2026, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

3 Income Tax Expense

(a) The major components of tax expense (income) comprise:

	2026 $	2025 $
Current tax expense		
Current income tax expense	**35,964**	1,870
Origination and reversal of temporary differences	**(24,284)**	(520)
Under/(over) provision in respect of prior years	**2,466**	-
	14,146	1,350

(b) Reconciliation of income tax to accounting profit: Prima facie tax payable on profit from ordinary activities before income tax at 25% (2025:25%)	**11,680**	1,350
- under provision for income tax in prior year	**2,466**	-
Income tax expense	**14,146**	1,350

4 Tax assets and liabilities

Current Tax Asset		
Refundable instalments paid	**-**	25,495
Current Tax Liability		
Income tax payable	**29,225**	-
Deferred tax asset		
Employee provisions	**9,811**	8,945
Accrued expenses	**20,196**	1,125
Lease liability/RoU asset	**417**	(2)
Accrued income	**(622)**	(4,551)
Total	**29,802**	5,517

5 Cash and Cash Equivalents

	2026 $	2025 $
Cash at bank and in hand	**302,402**	32,869
Short-term deposits	**523,333**	660,995
	825,735	693,864

6 Property, plant and equipment

Buildings		
Right of use leased assets	**98,378**	40,190
PLANT AND EQUIPMENT		
Plant and equipment At cost	**275,603**	250,355
Accumulated depreciation	**(217,355)**	(211,776)
Total plant and equipment	**58,248**	38,579
Motor vehicles At cost	**46,425**	46,426
Accumulated depreciation	**(21,170)**	(14,856)
Total motor vehicles	**25,255**	31,570
Total plant and equipment	**83,503**	70,149
	181,881	110,339

Movements in carrying amounts of property, plant and equipment

	Buildings $	Plant and Equipment $	Motor Vehicles $	Total $
Year ended 30 June 2026				
Balance at the beginning of year	**40,190**	**38,579**	**31,570**	**110,339**
Remeasurement of lease liability	**115,864**	**-**	**-**	**115,864**
Additions	**-**	**25,246**	**-**	**25,246**
Depreciation expense	**(57,676)**	**(5,577)**	**(6,315)**	**(69,568)**
Balance at the end of the year	**98,378**	**58,248**	**25,255**	**181,881**
Year ended 30 June 2025				
Balance at the beginning of year	91,685	44,746	39,462	175,893
Remeasurement of lease liability	4,684	-	-	4,684
Additions	-	-	-	-
Depreciation expense	(56,179)	(6,167)	(7,892)	(70,238)
Balance at the end of the year	40,190	38,579	31,570	110,339

	2026 $	2025 $
7 Intangible Assets		
Licenses and franchises		
Cost	**201,640**	201,641
Accumulated amortisation and impairment	**(179,864)**	(166,364)
	21,776	35,277
8 Trade and Other Payables		
CURRENT		
Trade payables	**8,606**	9,780
GST payable	**13,106**	11,907
Employee benefits	**5,399**	11,334
Sundry payables and accrued expenses	**80,786**	4,500
Dividends payable	**1,896**	1,896
	109,793	39,417
9 Financial Liabilities		
CURRENT		
Franchise fee payable	**14,849**	14,849
Lease liabilities	**59,155**	40,184
	74,004	55,033
NON-CURRENT		
Franchise fee payable	**-**	14,849
Lease liabilities	**40,889**	-
	40,889	14,849
10 Employee Benefits		
CURRENT LIABILITIES		
Long service leave	**21,156**	-
Annual leave	**18,087**	17,704
	39,243	17,704
NON-CURRENT LIABILITIES		
Long service leave	**-**	18,077
	2026 $	2025 $
11 Issued Capital		
1,171,615 (2025: 1,171,615) Ordinary shares	**1,153,787**	1,153,788

Ordinary shares

The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote.

The Company does not have authorised capital or par value in respect of its shares.

11 Issued Capital continued

Capital Management

The key objectives of the Company when managing capital is to safeguard its ability to continue as a going concern and maintain optimal benefits to stakeholders. The Company defines capital as its equity and net debt.

There has been no change to capital risk management policies during the year.

The Company manages its capital structure and makes funding decisions based on the prevailing economic environment and has a number of tools available to manage capital risk. These include maintaining a diversified debt portfolio, the ability to adjust the size and timing of dividends paid to shareholders and the issue of new shares.

12 Dividends

The following dividends were declared and paid:

Ordinary dividend of (2024: 5.0) cents per share paid on 07 December 2024	-	58,581

Proposed dividends

No dividend has been proposed for 2026.

Franking account

The franking credits available for subsequent financial years at a tax rate of 25%	**35,964**	8,369

The above balance is based on the dividend franking account at year-end adjusted for:

a) Franking credits that will arise from the payment of the current tax liabilities;

b) Franking debits that will arise from the payment of dividends recognised as a liability at the year end;

c) Franking credits that will arise from the receipt of dividends recognised as receivables at the end of the year.

The ability to use the franking credits is dependent upon the Company's future ability to declare dividends.

13 Financial Risk Management

Objectives, policies and processes

The Board of Directors have overall responsibility for the establishment of Freycinet Coast Financial Services Ltd's financial risk management framework. This includes the development of policies covering specific areas such as foreign exchange risk, interest rate risk, liquidity risk, credit risk and the use of derivatives.

Risk management policies and systems are reviewed regularly to reflect changes in market conditions and Freycinet Coast Financial Services Ltd's activities.

Liquidity risk

Liquidity risk arises from the Company's management of working capital and the finance charges and principal repayments on its debt instruments. It is the risk that the Company will encounter difficulty in meeting its financial obligations as they fall due.

The Company manages its liquidity needs by carefully monitoring scheduled debt servicing payments for long-term financial liabilities as well as cash-outflows due in day-to-day business.

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Company.

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

The Company has no significant concentration of credit risk with respect to any single counterparty or group of counterparties.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The company has negligible exposure to market risk.

14 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

	2026 $	2025 $
Profit for the year	**32,573**	4,050
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
Depreciation	**67,304**	70,240
Amortisation	**13,499**	13,502
Community donations and sponsorship	**65,802**	124,982
Changes in assets and liabilities:		
Trade and other receivables	**8,053**	18,733
Trade and other payables	**70,378**	4,296
Employee entitlements	**3,463**	3,322
Franchise fee payable	**(14,849)**	(14,848)
Tax assets and liabilities	**30,436**	(51,935)
Cashflows from operations	**276,659**	172,342

15 Key Management Personnel Remuneration

The directors of Freycinet Coast Financial Services Ltd act in a wholly voluntary capacity and receive no remuneration.

16 Auditors' Remuneration

	2026 $	2025 $
Remuneration of the auditor for: – auditing or reviewing the financial statements	**6,675**	6,595

17 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2026 (30 June 2025: None).

18 Events Occurring After the Reporting Date

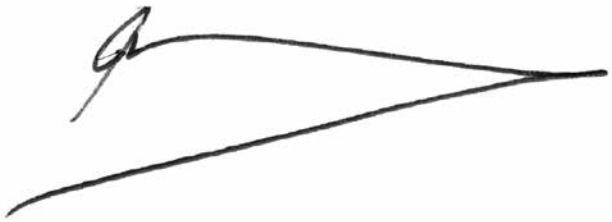
No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Directors' Declaration

The directors of the Company declare that:

1. the financial statements and notes for the year ended 30 June 2026 are in accordance with the *Corporations Act 2001* and:
   a. comply with Australian Accounting Standards; and
   b. give a true and fair view of the financial position and performance of the Company;
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



Director:

John Fletcher

24 August 2026

Independent Auditor's Report

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Independent Auditor's Report

To the Members of Freycinet Coast Financial Services Ltd

Report on the Audit of the Financial Report

We have audited the financial report of Freycinet Coast Financial Services Ltd (the Company), which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

Opinion

In our opinion the accompanying financial report of Freycinet Coast Financial Services Ltd is in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the company's financial position as at 30 June 2026 and of its performance for the year ended on that date; and

(b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Think outside the numbers

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Independent Auditor's Report

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Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of

the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- 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 the company's ability 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.

Independent Auditor's Report

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We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Synectic Audit & Assurance Pty Ltd

Benjamin Coull
Director

Date: 25/08/2026

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