

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

GENERAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2026

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

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CHAIRMAN'S REPORT
FOR THE YEAR ENDED 30 JUNE 2026

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the Chairman's Message for the 2025/26 financial year and to report on the continued progress of Korean Community Financial Services Limited.

Financial Position

The Company maintained a sound financial position during FY2026. Total business remained at a solid level, supported by a stable deposit base and continued growth in lending. The Company generated **NPBT of \$451,580**, while maintaining a strong equity position and prudent financial management. The Board remains focused on sustainable growth, sound risk management and maintaining the financial strength necessary to support our shareholders, customers and the Korean community.

Governance, Oversight and Strategic Direction

FY2025/26 was a year in which the Board focused strongly on governance, organisational stability and long-term sustainability. While management oversaw day-to-day operations and financial performance, the Board concentrated on ensuring that the Company continues to operate with integrity, accountability and a clear strategic direction.

Our oversight during the year centred on strengthening risk management, maintaining disciplined governance practices, supporting management through a period of organisational change, and ensuring that the Company remains well positioned to serve the Korean and broader community for decades to come.

People, Leadership and Board Matters

The Board acknowledges the dedication of our staff and management team throughout a year of transition. Several staff members joined the Company or assumed expanded responsibilities, while others departed. We particularly recognise the strong contribution of Jini (Branch Manager), Mark (Mobile Relationship Manager), Jaemo (Business Development Manager), and the wider branch team, whose efforts continue to underpin the Company's reputation and customer relationships.

Two directors resigned during the year due to personal circumstances, and the Board now comprises seven directors. We thank all current and former directors for their service and commitment to the Company's mission.

Strengthening Risk Management and Compliance

The regulatory environment for financial services continues to evolve rapidly, with heightened expectations across non-financial risk management, AML/CTF, cyber security and customer protection. The Board views these areas as core responsibilities and has placed increasing emphasis on ensuring that our governance and control environment remains robust.

The satisfactory outcome of the Bendigo Bank Branch Assurance Review in August 2025 was encouraging. However, the Board recognises that strong compliance is not a one-off achievement but an ongoing obligation shared by directors, management and staff. During FY2026/27, we will continue to reinforce:

- compliance with laws, regulations and Bendigo Bank policies including Franchise Agreement;
- AML/CTF obligations and customer due diligence;
- cyber security and protection of customer and Company information;
- operational and non-financial risk management;
- appropriate documentation, record keeping and internal controls; and
- ongoing training for directors and employees.

CHAIRMAN'S REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2026

Our objective is to foster a culture of accountability, integrity and responsible banking across the organisation.

Community Commitment

Supporting the Korean community remains central to our purpose. During FY2025/26, the Company contributed approximately \$92,500 through sponsorships, donations and scholarships. Since 2002, our cumulative contribution has reached approximately \$1.41 million.

The Board remains committed to sustaining this important role while ensuring that community contributions are delivered responsibly and in line with the Company's long-term financial capacity.

Consideration of a Potential M&A Proposal

In recent years, several Community Bank companies have explored merger and acquisition (M&A) opportunities to achieve greater scale and long-term sustainability. During the year, our Company was approached with a proposal to consider a potential M&A transaction.

The Board has been evaluating this opportunity carefully and prudently. Our assessment is guided by the interests of shareholders, customers, staff and the broader Korean community. In particular, we are considering:

- shareholder value and appropriate business valuation;
- preservation of the Korean community's identity and heritage;
- continued support for the Korean community;
- impacts on customers and staff; and
- compliance with all legal, regulatory and Bendigo Bank requirements.

No definitive agreement has been reached. Should discussions progress to a stage requiring shareholder consideration, we will ensure that shareholders are fully informed.

Looking Ahead

As we enter FY2026/27, the Board remains committed to building a stronger, more sustainable and better-governed Company. Our priorities will be to:

- support sustainable business growth through effective oversight;
- strengthen governance, risk management and regulatory compliance;
- reinforce organisational capability and leadership;
- ensure prudent financial management and long-term sustainability; and
- continue supporting the Korean community in a responsible and meaningful way.

On behalf of the Board, I thank our shareholders for their continued support, our customers for their loyalty, our staff for their dedication and Bendigo and Adelaide Bank for its ongoing partnership.

We look forward to working together to build an even stronger Korean Community Financial Services Limited in the year ahead.

Thank you.

Joon Young Lee

Chairman Korean Community Financial Services Limited

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
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MANAGING DIRECTOR'S REPORT
FOR THE YEAR ENDED 30 JUNE 2026

Dear Shareholders,

I am pleased to provide an overview of the Company's financial performance, business activities and key operational matters for the 2025/26 financial year, together with our outlook and priorities for FY2026/27.

Overall, FY2025/26 was a year of strong lending growth and continued profitability. Although total income was below budget, careful management of operating expenses enabled the Company to achieve a Net Profit Before Tax close to budget.

The Company also strengthened its cash position during the year. At the same time, the year highlighted ongoing pressure on deposit funding and margins, which will remain important areas of focus in the year ahead.

Financial Performance

The Company's Net Profit Before Tax (NPBT) was **\$451,580**, representing **79.5% of the annual budget** and \$116,220 below budget. This result reflects continued profitability despite total income being below the planned level.

Total annual income was **\$1.705 million**, \$50,171 below budget. The shortfall was primarily attributable to lower gross margin and fee income, partly offset by higher trailer fee income generated from increased STL deposit balances and business loan balances.

Total annual expenses were **\$1.183 million**, \$3,800 below budget, mainly due to effective management of operating expenses. Disciplined expense management helped offset part of the income shortfall and supported the Company's overall profitability.

The annual Cost-to-Income Ratio (CTI) was **69%**, an improvement compared with the previous year. Further improvement in operating efficiency and profitability will remain important priorities.

ROE (Return on Equity) and ROA (Return on Assets)

In considering the Company's financial performance, Return on Equity (ROE) is an important measure as it indicates the earnings generated relative to shareholders' capital.

The Company's ROE was approximately **15%**, based on NPBT of \$451,580 compared with total equity of \$2.967 million as at 30 June 2026.

Our focus is not simply on increasing profit, but on achieving sustainable returns on shareholders' funds while maintaining appropriate capital strength, managing costs carefully and continuing to support the Korean community.

At the same time, ROA needs to be considered in the context of the Community Bank operating model, under which the underlying customer loans and deposits are held and managed within the Bendigo Bank model.

Accordingly, ROE and the Company's sustainable profitability provide useful measures for considering the financial performance of the Company. Return on Assets (ROA) was approximately **0.19%**, based on NPBT of \$451,580 against total average assets of \$234.0 million as at 30 June 2026.

Overall, our objective remains to maintain a financially sustainable business that provides an appropriate return to shareholders while continuing our long-standing commitment to the Korean community.

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MANAGING DIRECTOR'S REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2026

Strong Growth in Total Business

A major achievement during the year was the strong growth in our lending business. Total business reached **\$273.0 million**, exceeding budget by \$10.8 million.

Loan balances reached **\$129.6 million**, \$28.5 million above budget. Net loan growth during the year was **\$31.4 million**, including \$5.1 million in business and commercial lending.

Compared with the previous financial year-end, total business increased by \$20.6 million, driven principally by strong loan growth.

This performance reflects the strength of our customer relationships and the continued efforts of our lending, business development and support teams.

Deposits and Funding

Deposit performance was more challenging during the year. Net deposits declined by approximately **\$9.7 million to \$139.3 million**. Term deposits decreased by \$8.5 million and demand deposits by \$5.5 million, partly offset by a \$4.4 million increase in STL deposits.

The principal challenge remains the interest-rate differential between Bendigo Bank and the major banks. We expect this competitive pressure to continue into FY2026/27, particularly in relation to term deposits.

Management will therefore continue to focus on customer retention, relationship management and appropriate deposit strategies.

Customers and Accounts

As at 30 June 2026, the Company had **5,025 customers** and **6,971 accounts**.

Customer numbers decreased by 115 compared with the previous financial year-end, while account numbers increased by 200.

Products Per Customer increased from 1.812 to **1.84**. While the increase was modest, it indicates continued product penetration among existing customers.

Deepening our relationships with existing customers will remain an important source of sustainable growth.

Cash Flow and Financial Position

Our cash position improved during the year. Cash and deposit balances at 30 June 2026 totalled approximately **\$626,000**, compared with \$403,000 at the previous year-end.

The improvement in cash reserves provides the Company with a stronger liquidity position and supports its ongoing operating requirements and future growth.

FY2026/27 Business Outlook

Looking ahead, management remains cautiously optimistic about the Company's prospects.

We are targeting loan growth in line with the FY2026/27 budget, supported by the annual business development targets of our Mobile Relationship Manager and Business Development Manager.

Profitability remains a key management target for FY2026/27, with the aim of achieving the budget, supported by an improving gross margin as our home loan portfolio continues to grow.

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MANAGING DIRECTOR'S REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2026

However, there remains uncertainty surrounding the Funds Transfer Pricing (FTP) margin paid by Bendigo Bank. The FTP margin on housing loans has remained below our original expectations, and any further reduction may place downward pressure on future profitability.

Deposit growth is expected to remain challenging because of the interest-rate differential between Bendigo Bank and the major banks. Management will continue to focus on retaining existing deposits and developing sustainable sources of funding.

In addition, greater focus will be placed on banking products that generate higher FTP margins, including small business lending products such as personal loans, overdrafts and credit cards, as well as demand deposits. Developing these areas should contribute to strengthening the Company's profitability over time.

Community Contribution

Our community contribution remains an important part of our business model.

During FY2025/26, the Company contributed approximately **\$92,500** to 50 non-profit organisations through sponsorships, donations and scholarships.

Since commencing operations in 2002, total community contributions have reached approximately **\$1.407 million**.

We are proud of this long-standing commitment to the Korean community and intend to continue supporting the community while maintaining appropriate financial discipline and ensuring that our contributions remain sustainable.

Dividend Payment

Based on the Company's financial performance and cash flow position, the Board has resolved to pay a dividend of **15 cents per share (15%)** for the 2025/26 financial year.

Since the Company commenced paying dividends in 2007, we have paid a total of **\$960,111** in dividends to shareholders, representing cumulative dividends of 107% of the original share value per share.

The Board considers this dividend consistent with the Company's commitment to providing a return to shareholders while maintaining a prudent financial position to support future growth and stability.

Our Priorities for FY2026/27

Our key priorities for the coming financial year are to:

1. Achieve sustainable growth in our lending business.
2. Strengthen customer relationships and improve deposit retention.
3. Improve profitability and work towards reducing the Cost-to-Income Ratio.
4. Maintain prudent credit and operational risk management.
5. Further strengthen AML/CTF, cyber security and regulatory compliance.
6. Maintain effective governance and internal controls.
7. Continue making a meaningful and sustainable contribution to the Korean community.

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MANAGING DIRECTOR'S REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2026

Conclusion

FY2025/26 demonstrated the resilience of the Company and the strength of our customer relationships. Strong loan growth, improved total business and continued profitability provide a solid foundation for the year ahead.

At the same time, we recognise that sustainable growth must be accompanied by disciplined financial management. The key areas requiring continued attention are income and margin performance, deposit retention, operating efficiency, risk management and regulatory compliance.

I would like to thank our customers and shareholders for their continued confidence in Korean Community Financial Services Limited. I also sincerely thank our directors and staff for their dedication and hard work throughout the year.

With continued teamwork and a strong focus on responsible growth, we will continue to work towards meeting the challenges and opportunities of FY2026/27.

Thank you for your continued support.

CS Yoon
Managing Director
Korean Community Financial Services Limited

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BRANCH MANAGER'S REPORT
FOR THE YEAR ENDED 30 JUNE 2026

Key Takeaway

This was a transition year for our staff, but we stayed strong, grew our total business footprint by 8.6% to \$273.0 million, and finished the year ranked #1 in the network for Tyro Merchant Solutions for the second year in a row.

Our Team & Staffing

We successfully navigated several major team changes this year:

- Promotions: I was promoted to Branch Manager (from Operations Manager), and Jaemo stepped up to Business Development Manager.
- Farewells: We said goodbye to two fantastic staff members, Laura and Agnes, and thank them for their great contribution.
- New Faces: We welcomed David, Sung Bin, and Sei (who returned to us after 10 years away). All three have settled in beautifully and are delivering wonderful customer service.

Financial & Business Performance

Our overall business size grew by \$20.6 million this year, driven by a highly successful lending pipeline.

- Exceptional Lending Growth: Our loan balances surged by 22.3% (up \$31.4 million to \$129.6 million), supported by 54 new loan accounts. This was driven by Jaemo's business development focus and strong lending contributions from our Mobile Lender, Mark.
- Tyro Success: We secured the top spot in the network for the highest number of leads and applications to Tyro Merchant Solutions, showing our strong support for local businesses.
- Deposits & Wealth: We grew our relationship base by adding 86 new deposit accounts, though deposit balances dipped slightly by 5.3% to \$117.3 million due to cost-of-living pressures. Wealth Products grew a healthy 19.9% to \$22.3 million.

Operations & Community

- Risk & Onboarding: With my background in operations, we maintained our strict audit and compliance standards while smoothly training our three new team members.
- Community Connection: Our commercial success allows us to work alongside our Board to feed back directly into local schools, sporting clubs, and community groups.

Looking Forward

Our priorities for the year ahead are:

1. Support and develop our new branch team members.
2. Build on our Tyro and mobile lending momentum to acquire new business and retail customers.
3. Keep delivering the personal, local service our community loves.

Thank you to our resilient branch team for their adaptability, to our Board for their guidance, and to our shareholders and customers for their enduring loyalty.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
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DIRECTORS' REPORT

Your directors present their report on Korean Community Financial Services Limited ("the Company") for the year ended 30 June 2026.

Directors

The names of the directors in office at any time during or since the end of the financial year are:

Joon Young Lee
Chang Soo Yoon
Moon Ki Kim
Paul CS Yu
Jong Wook Lee
Oh Jun Kim
Jessica Bahng
Clement Hyo-Jin Park (resigned on 30 April 2026)
Bernardo Bum Soo Lee (resigned on 20 April 2026)

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

Principal activities

The principal activities of the Company during the course of the financial year were to provide community banking services under management rights to operate a franchise of Bendigo Bank Limited.

No significant change in the nature of these activities occurred during the year.

Dividends Paid or Recommended

A dividend of \$0.10 per ordinary share has been declared during the financial year. Dividends of \$89,730 was paid during the year which relates to dividend declared for the current financial year. As at the balance date, \$3,788 is still payable to the shareholders in respect of dividends previously declared.

Review of Operations

The profit for the financial year after providing for income tax amounted to \$341,571 (2025: \$335,679). The sales increased during the year, which is offset by higher administrative costs during the year.

Financial Review

The net assets have increased by 9.3% from 2025 to 2026 financial year. This is largely due to a significant decrease of non-current liabilities during the year.

Significant Changes in State of Affairs

During the financial year there have been no significant changes in the state of affairs of the Company other than that referred to in the financial statements or notes thereto.

Events Subsequent to the Reporting Date

The following matters of significance have occurred subsequent to 30 June 2026 and up to the date of this Report which have or will have an impact on the Company's operations:

1. Dividends

A final dividend of \$134,595 in respect of the year ended 30 June 2026 was declared and approved by the Directors on 31 August 2026.

There are no other significant subsequent events that impact the operations or the financial position.

DIRECTORS' REPORT (CONTINUED)

Future Developments

Disclosure of information regarding likely developments in the operations of the Company in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the Company. Accordingly, this information has not been disclosed in this report.

Environmental Issues

The Company's operations are not regulated by any significant Commonwealth or State environmental legislation. The nature of the Company's business does not give rise to any significant environmental issues.

Information on Directors

Joon Young Lee

Non-Executive Director and Chairman

- Appointed on 1st January 2010
- Member of Marketing & Sponsorship Committee
- Budget & Business Development Committee

Occupation: Managing Director of Maldini's Wholesale Pty Ltd

Experience & Qualification:

- 18 years of experience in customer service as a dealer principal of Vodafone Select Partner Network (1998 ~ 2016)
- 18 years of experience in hospitality as an owner of cafes and restaurants (2007 ~ 2025)
- 11 years of experience in wholesale business, supplying coffee beans and associated products to local cafes and overseas (2015 ~ current)
- Bachelor of Arts majoring in language & culture (Japanese & French) at UNSW

Interest in share: 20,000 ordinary

Chang Soo Yoon

Executive Director & Managing Director

- **Appointed:** 1 October 2012
- **Committee Membership:** Business Development & Budget & Governance
- **Occupation:** Director, Korean Community Financial Services Ltd
- **Experience & Qualifications:**
 - Over 53 years in banking (retail, corporate, international trade finance, and project financing)
 - 15 years with Korean Choheung Bank (now Shinhan Bank), including 5 years as Representative in Manila, Philippines
 - 15 years with ANZ Korea in Corporate Banking, Marketing & Credit; served as Deputy General Manager overseeing branch operations
 - 7 years as inaugural Branch Manager, Strathfield Community Bank
 - Bachelor of Science (Business Administration)
 - Graduate Diploma in International Finance (Postgraduate School)
 - Graduate Certificate in Business Financial Management
- **Interest in Shares:** 10,000 ordinary

DIRECTORS' REPORT (CONTINUED)

Moon Ki Kim

Non-Executive Director

- **Appointed:** 28 April 2003
- **Committee Membership:** Human Resources
- **Occupation:** Managing Director, New-Tech C & C Pty Ltd
- **Experience & Qualifications:**
 - Non-Executive Director, RCG (Rodger Consulting Group) – Global Asset – Commercial
 - Completed Ph.D coursework in Social Welfare, Daegu University
- **Interest in Shares:** 5,000 ordinary, plus 45,000 held in family trust

Paul C.S. Yu

Non-Executive Director

- **Appointed:** 25 October 2017
- **Committee Memberships:** Human Resources & Business Development
- **Occupation:** Managing Director, SP Strathfield Plaza Florist Ltd
- **Experience & Qualifications:**
 - 25 years as florist in Strathfield, NSW
 - Former CEO, OneLim Engineering Ltd (vehicle parts manufacturing) – 5 years
 - Patent holder for vehicle parts/components (licensed in Korea & USA)
 - Advisory Member, Strathfield Korean Business Association
 - Business Start-up course, Soongsil University Business School
- **Interest in Shares:** 5,000 ordinary

Jong Wook Lee

Non-Executive Director

- **Appointed:** 23 February 2015
- **Committee Memberships:** Budget & Business Development; Governance & Audit
- **Occupation:** Principal Director, Hansol Accounting Partners Pty Ltd
- **Experience & Qualifications:**
 - Fellow, Institute of Public Accountants (FIPA) – 17 years
 - Registered Tax Agent – 15 years
 - Advisory Member, Strathfield Korean Business Association
 - Justice of the Peace (NSW)
 - Bachelor of Biomedical Science, University of Newcastle
 - Graduate Diploma in Accounting, University of New England
- **Interest in Shares:** 5,000 ordinary

DIRECTORS' REPORT (CONTINUED)

Oh Jun Kim

Non-Executive Director

- **Appointed:** 2 November 2016
- **Committee Membership:** Marketing & Sponsorship & Business Development
- **Occupation:** Managing Director, E-PLANET Pty Ltd; Chairman, Agape International Mission Organization
- **Experience & Qualifications:**
 - Marketing Manager, JHC Co. (Korea) – 4.5 years
 - Marketing Manager, Korean Sysmax Co. (Korea) – 4 years
 - Managing Director, OJ World Co. (Korea) – 8 years
 - Bachelor of Industrial Engineering
- **Interest in Shares:** 10,000 ordinary

Jessica Bahng

Non-Executive Director

- **Appointed:** 27 August 2024
- **Committee Membership:** Business Development, Marketing & PR
- **Occupation:** Director, Uncle Jack's Holdings; Social Media Influencer with 833k Instagram followers, 663k TikTok followers, and 116k YouTube subscribers
- **Experience & Qualifications:** Over 20 years as Deputy Director at Uncle Jack's Swimming Club; 10 years as a Member of the National Unification Advisory Council

Interest in shares: 15,000 ordinary

DIRECTORS' REPORT (CONTINUED)

Directors' Benefits

The Director's Remuneration Framework was introduced during the FY2021 AGM, coinciding with our 20th anniversary. This framework was introduced for the first time since our establishment in June 2002. Its primary objective was to ensure that our Directors fulfill their roles with greater accountability and diligence, thereby continuing to help the Bank meet the strategic challenges ahead. Directors became eligible for incentives starting from FY 2021/22, contingent upon meeting the following criteria:

- Achieving a profit budget surplus of more than 20%.
- Attending more than two-thirds of all board meetings.
- Actively serving as ambassadors of our Community Bank, fostering business referrals to our institution.
- The total incentive fund must not exceed \$30,000 annually.
- Director's remuneration will be transparently reported in the Annual Report.

Directors Meetings

The number of Directors' meetings attended by each of the Directors of the Company during the year were:

Number of Meetings Held:	12	
Number of Meetings Attended:	No. of Meetings Eligible to Attend	No. of Meetings Attended
Chang Soo Yoon	12	12
Joon Young Lee	12	12
Jong Wook Lee	12	12
Moon Ki Kim	12	12
Oh Jun Kim	12	12
Paul CS Yu	12	10
Jessica Bahng	12	7
Clement Hyo-Jin Park	5	4
Bernardo Bum Soo Lee	9	7

Share Options

No options were granted nor shares issued as a result of the exercise of options during the financial year or since the end of the financial year. No unissued shares are subject to options as at the date of this report.

Indemnification of Officer or Auditor

The Company 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 of the Company:

- Indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or
- Paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs of expenses to defend legal proceedings, with the exception of the following matter:

During the year the Company paid a premium to insure the directors listed in this report against liabilities for the costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of directors of the Company. The terms of the policy prohibit disclosure of the premium paid.

DIRECTORS' REPORT (CONTINUED)

Proceedings on Behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not a party to any such proceedings during the year.

Company Secretary

The following person held the position of Company secretary at the end of the financial year: Joon Young Lee - Managing director of Maldini's Wholesale Pty Limited.

Auditor's Independence Declaration

The auditor's independence declaration under Section 307C of the Corporations Act 2001 forms part of this Director's Report and is attached on page 15.

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

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke extending to the right.

Joon Young Lee
Chairman

Dated at Sydney this 30th day of September 2026

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION
307C OF THE CORPORATIONS ACT 2001**

To the Directors of Korean Community Financial Services Limited

I declare that, to the best of my knowledge and belief, in relation to the audit for the year ended 30 June 2026 there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

In.Corp Audit & Assurance Pty Ltd
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In.Corp Audit & Assurance Pty Ltd



Daniel Dalla
Director

Sydney, 30 September 2026

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2026

	Notes	2026 \$	2025 \$
Revenue	2	1,705,029	1,640,308
Cost of sales	3(a)	<u>(70,738)</u>	<u>(96,928)</u>
Gross profit		1,634,291	1,543,380
Employee benefits expense		(743,087)	(706,439)
Occupancy costs expense		(34,137)	(38,326)
Administration expenses		<u>(405,487)</u>	<u>(340,006)</u>
Profit before income tax		451,580	458,609
Income tax expense	4	<u>(110,009)</u>	<u>(122,930)</u>
Net profit after income tax		341,571	335,679
Other comprehensive income, net of tax		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u>341,571</u>	<u>335,679</u>

The accompanying notes form part of these financial statements.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Notes	2026	2025
CURRENT ASSETS			
Cash and cash equivalents	5	626,081	403,005
Trade and other receivables	6	160,512	140,205
Current tax asset		<u>10,754</u>	<u>-</u>
TOTAL CURRENT ASSETS		<u>797,347</u>	<u>543,210</u>
NON-CURRENT ASSETS			
Plant and equipment	7	2,326,566	2,361,596
Intangible assets	8	15,161	30,870
Deferred tax assets	9	<u>14,313</u>	<u>13,703</u>
TOTAL NON-CURRENT ASSETS		<u>2,356,040</u>	<u>2,406,169</u>
TOTAL ASSETS		<u>3,153,387</u>	<u>2,949,379</u>
Trade and other payables	10	128,998	111,059
Current tax payable		-	4,589
Interest bearing liabilities	11	-	8,408
Employee entitlements	12	<u>37,243</u>	<u>36,242</u>
TOTAL CURRENT LIABILITIES		<u>166,241</u>	<u>160,298</u>
NON-CURRENT LIABILITIES			
Trade and other payables	10	-	14,299
Interest bearing liabilities	11	-	40,915
Employee entitlements	12	<u>20,009</u>	<u>18,571</u>
TOTAL NON-CURRENT LIABILITIES		<u>20,009</u>	<u>73,785</u>
TOTAL LIABILITIES		<u>186,250</u>	<u>234,083</u>
NET ASSETS		<u>2,967,137</u>	<u>2,715,296</u>
EQUITY			
Issued capital	13	897,300	897,300
Retained earnings		<u>2,069,837</u>	<u>1,817,996</u>
TOTAL EQUITY		<u>2,967,137</u>	<u>2,715,296</u>

The accompanying notes form part of these financial statements.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

	Share Capital \$	Retained Earnings \$	Total \$
Balance at 1 July 2025	897,300	1,817,996	2,715,296
Profit for the year	-	341,571	341,571
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	341,571	341,571
Transaction with owners in their capacity as owners			
Dividend declared during the year	-	(89,730)	(89,730)
Balance at 30 June 2026	897,300	2,069,837	2,967,137

	Share Capital \$	Retained Earnings \$	Total \$
Balance at 1 July 2024	897,300	1,526,627	2,423,927
Profit for the year	-	335,679	335,679
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	335,679	335,679
Transaction with owners in their capacity as owners			
Dividend declared during the year	-	(44,310)	(44,310)
Balance at 30 June 2025	897,300	1,817,996	2,715,296

The accompanying notes form part of these financial statements.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

	Notes	2026 \$	2025 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers and franchisor		1,669,489	1,641,652
Interest received		15,234	10,059
Payments to suppliers and employees		(1,158,126)	(1,118,562)
Interest paid		(3,385)	(696)
Income tax paid		(134,636)	(253,589)
Net cash provided by operating activities	14	388,576	278,864
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds on disposal of property plant & equipment		23,269	-
Payments for property plant & equipment		(51,586)	(74,461)
Proceeds on/(payments for) intangible assets		590	(590)
Net cash used in investing activities		(27,727)	(75,051)
CASH FLOW FROM FINANCING ACTIVITIES			
Dividends paid		(88,450)	(44,060)
Proceeds from borrowings		-	50,000
Repayments of borrowings		(49,323)	(7,594)
Net cash used in financing activities		(137,773)	(1,654)
Net increase/(decrease) in cash held		223,076	202,159
Cash at beginning of financial year		403,005	200,846
Cash at end of financial year	5	626,081	403,005

The accompanying notes form part of these financial statements.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION

This financial report includes the financial statements and notes of Korean Community Financial Services Limited ("the Company").

Basis of Preparation

The general purpose financial statements of the Company have been prepared in accordance with the requirements of *the Corporations Act 2001*, Australian Accounting Standards ("AASB") and other authoritative pronouncements of the Australian Accounting Standards Board. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. The Company is a public company incorporated and domiciled in Australia.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards ("IFRS"). Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report except for the Statement of Cash Flows has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements for the year ended 30 June 2026 (including comparative information) were authorised for issue on the 30 September 2026 by the directors of the Company.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(a) Plant and Equipment

Plant and equipment

Classes of plant and equipment are measured using the cost model.

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 costs of dismantling and restoring the asset, where applicable.

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line or diminishing value basis over their estimated useful lives to the Company commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rates	Depreciation basis
Plant and equipment and motor vehicles	2.5%-60%	Diminishing Value (per FAR)

(b) Revenue and Other Income

Revenue arises from fees, commission and interest. Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue, as noted below, has been satisfied. All revenue is stated net of the amount of goods and services tax (GST).

Fees and commissions

Facility fees are primarily earned for the provision of credit and other facilities to customers and are recognised as the services are provided. Transaction fees are earned for facilitating transactions and are recognised once the transaction is executed. Other non-risk fee income includes advisory and underwriting fees which are recognised when the related service is provided.

Interest income

Interest income and expenses are reported on an accrual basis using the effective interest method.

(c) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Key estimates – Impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(d) New and amended standards adopted by the Company

The Company has adopted all the amendments to Australian Accounting Standards issued by the Australian Accounting Standards Board, which are relevant to and effective for the Company's financial statements for the annual period beginning 1 July 2025.

None of the amendments have had a significant impact on the Company.

	2026	2025
	\$	\$
NOTE 2: REVENUE		
Operating activities		
- Service fees	1,673,267	1,613,765
- Other income	31,762	26,543
	1,705,029	1,640,308

NOTE 3: PROFIT FOR THE YEAR

The results for the year include the following specific expense items:

(a) Cost of sales:

- Share of fixed overhead costs of franchisor	70,738	96,928

(b) Depreciation and amortisation of non-current assets

- Building	47,080	50,643
- Furniture and equipment	1,656	7,343
- Motor vehicle	22,617	8,832
- Franchise fees	14,299	14,299
	85,652	81,117

(c) Wages and salaries	630,332	601,848

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	\$	\$
NOTE 4: INCOME TAX EXPENSE		
(a) The components of tax expense comprise:		
- Current tax expense	110,619	124,589
- Deferred tax benefit	(610)	(1,659)
	<u>110,009</u>	<u>122,930</u>
(b) The prima facie tax payable on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:		
Prima facie income tax payable on profit from ordinary activities before income tax at 25%	112,895	114,652
Add:		
Tax effect of:		
- Current tax of prior periods	(8,674)	
- Other non-allowable items	5,788	8,278
	<u>110,009</u>	<u>122,930</u>
Income tax expense attributable to entity	<u>110,009</u>	<u>122,930</u>
(c) Deferred income tax		
Deferred income tax at 30 June 2026 as follows:		
Closing balance of current and non-current provisions	(14,313)	(13,703)
Deferred Income tax asset	14,313	13,703
Deferred Income tax liability	<u>-</u>	<u>-</u>
	<u>14,313</u>	<u>13,703</u>
(d) Balance of franking credits	<u>1,173,142</u>	<u>962,045</u>
NOTE 5: CASH AND CASH EQUIVALENTS		
Cash at bank and on hand	<u>626,081</u>	<u>403,005</u>

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	\$	\$
NOTE 6: RECEIVABLES		
CURRENT		
Trade Debtors	160,512	140,205
	<u>160,512</u>	<u>140,205</u>

Trade receivables are non-interest bearing receivables and the terms are generally within 30 days. Trade receivables are assessed for recoverability based on the underlying terms of the contract. An allowance for impairment is recognised when there is objective evidence that an individual trade receivable is impaired. No allowance was required at the end of 30 June 2026.

There are no balances within trade and other receivables that contain assets that are past due and not impaired. It is expected these balances will be received when due.

NOTE 7: PLANT AND EQUIPMENT

(a) Plant and equipment

At cost	2,710,494	2,720,910
Less accumulated depreciation	(487,168)	(448,848)
	<u>2,223,326</u>	<u>2,272,062</u>

(b) Motor vehicle

At cost	126,047	179,093
Less accumulated depreciation	(22,807)	(89,559)
	<u>103,240</u>	<u>89,534</u>

Total plant and equipment	<u>2,326,566</u>	<u>2,361,596</u>
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KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 7: PLANT AND EQUIPMENT (CONTINUED)

(c) Movements in Carrying Amounts

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

	Plant & Equipment	Motor Vehicle	Total
	\$	\$	\$
2026			
Balance at the beginning of the year	2,272,062	89,534	2,361,596
Addition	-	51,586	51,586
Disposal	-	(15,263)	(15,263)
Depreciation expense	(48,736)	(22,617)	(71,353)
	<u>2,223,326</u>	<u>103,240</u>	<u>2,326,566</u>
Carrying amount at end of year	<u>2,223,326</u>	<u>103,240</u>	<u>2,326,566</u>

	Plant & Equipment	Motor Vehicle	Total
	\$	\$	\$
2025			
Balance at the beginning of the year	2,330,048	23,905	2,353,953
Addition	-	74,461	74,461
Disposal	-	-	-
Depreciation expense	(57,986)	(8,832)	(66,818)
	<u>2,272,062</u>	<u>89,534</u>	<u>2,361,596</u>
Carrying amount at end of year	<u>2,272,062</u>	<u>89,534</u>	<u>2,361,596</u>

NOTE 8: INTANGIBLE ASSETS

	2026	2025
	\$	\$
NON-CURRENT		
Franchise fees at cost	71,495	71,495
Less accumulated amortisation	(57,196)	(42,897)
	<u>14,299</u>	<u>28,598</u>
 Borrowing expense at cost	 4,138	 4,728
Less accumulated amortisation	(3,276)	(2,456)
	<u>862</u>	<u>2,272</u>
 Total intangible assets	 <u>15,161</u>	 <u>30,870</u>

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	2026 \$	2025 \$
NOTE 9: DEFERRED ASSETS		
Deferred tax assets (refer to Note 4(c))	<u>14,313</u>	<u>13,703</u>
NOTE 10: TRADE AND OTHER PAYABLES		
Current		
Accrued expense	32,125	29,371
Trade creditors	19,216	21,255
Other payables	5,214	-
GST and payroll deduction liabilities	60,155	49,945
Superannuation payables	8,500	7,980
Dividend payable	3,788	2,508
	<u>128,998</u>	<u>111,059</u>
Non-Current		
Other long-term Liabilities	-	14,299
	-	14,299
Total trade and other payables	<u>128,998</u>	<u>125,358</u>
NOTE 11: INTEREST-BEARING LIABILITIES		
Current		
Lease liability	-	8,408
Non-Current		
Lease liability	-	40,915
Total Interest-bearing liabilities	<u>-</u>	<u>49,323</u>
NOTE 12: EMPLOYEE ENTITLEMENTS		
CURRENT		
Employee entitlements	<u>37,243</u>	<u>36,242</u>
NON-CURRENT		
Employee entitlements	<u>20,009</u>	<u>18,571</u>
(a) Aggregate employee benefits liability	<u>57,252</u>	<u>54,813</u>
(b) Number of employees at year-end	<u>7</u>	<u>6</u>

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 13: CONTRIBUTED EQUITY

	2026	2025
	\$	\$
Fully paid ordinary shares	<u>897,300</u>	<u>897,300</u>
	<u>897,300</u>	<u>897,300</u>
(a) Issued Capital		
Ordinary shares	<u>897,300</u>	<u>897,300</u>
	<u>897,300</u>	<u>897,300</u>

(b) Fully Paid Ordinary Shares

Ordinary Shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held.

At shareholders meetings each ordinary share is entitled to one vote when a poll is called otherwise each shareholder has one vote on a show of hands.

(c) Dividend Paid

Fully franked dividend declared and/or paid during the year	<u>89,730</u>	<u>44,310</u>
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(d) Capital Management

Management controls the capital of the Company in order to maintain an appropriate debt to equity ratio, provide the shareholders with adequate returns and to ensure that the Company can fund its operations and continue as a going concern.

The Company's debt and capital includes ordinary share capital and financial liabilities, supported by financial assets.

There are no externally imposed capital requirements.

Management manages the Company's capital by assessing the Company's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels, distributions to shareholders and share issues.

There have been no changes in the strategy adopted by management to control the capital of the Company since the prior year.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	\$	\$
NOTE 14: CASH FLOW INFORMATION		
Reconciliation of cash flow from operations with profit after income tax		
Profit after income tax	341,571	335,679
Non-cash flows in profit after tax		
Depreciation	71,353	66,818
Amortisation	15,709	15,134
Deferred tax	(610)	(1,659)
Changes in assets and liabilities		
(Increase) / decrease in receivables	(20,306)	11,403
Increase / (decrease) in income taxes	(24,017)	(129,000)
Increase / (decrease) in employee entitlements	2,439	6,637
Increase / (decrease) in payables	2,437	(26,148)
Cash flows from operations	388,576	278,864

NOTE 15: LEASES

Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statements of profit or loss and other comprehensive income relating to leases where the Company is a lessee are shown below:

Interest expense on lease liabilities	3,349	477
Depreciation of right-of-use assets	22,617	8,832
	25,966	9,309

Lease Liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities	Lease liabilities included in this Statement of Financial Position
	\$	\$	\$	\$	\$
2026					
Lease liabilities	-	-	-	-	-
2025					
Lease liabilities	12,365	48,429	-	60,794	49,323

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 16: FINANCIAL RISK MANAGEMENT

a. Financial Risk Management Policies

The Company's financial instruments consist mainly of cash and trade and other receivables and trade and other payables and interest bearing liabilities.

The main purpose of non-derivative financial instruments is to raise finance for the Company's operations.

The Company does not have any derivative instruments at 30 June 2026.

I. Treasury Risk Management

The board of directors meet on a regular basis to analyse financial risk exposures and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

The directors' overall risk management strategy seeks to assist the Company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

Risk management policies are approved and reviewed by the Board on a regular basis. These include credit risk policies and future cash flow requirements.

II. Financial Risk Exposures and Management

The main risks the Company is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

Interest rate risk

The economic entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate %	Non-Interest Bearing \$	Fixed Interest Rate \$	Floating Interest Rate \$	Total \$
30 June 2026					
Cash		12,524	-	613,557	626,081
Receivables		160,512	-	-	160,512
Total Financial Assets		173,036	-	613,557	786,593
Financial Liabilities					
Trade creditors and other payables		128,998	-	-	128,998
Lease liabilities		-	-	-	-
Employee entitlements		57,252	-	-	57,252
Total Financial Liabilities		186,250	-	-	186,250
Net Financial Assets/(Liabilities)		(13,214)	-	613,557	600,343

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 16: FINANCIAL RISK MANAGEMENT (CONTINUED)

	Weighted Average Effective Interest Rate %	Non-Interest Bearing \$	Fixed Interest Rate \$	Floating Interest Rate \$	Total \$
30 June 2025					
Cash		62,892	-	340,113	403,005
Receivables		140,205	-	-	140,205
Total Financial Assets		203,097	-	340,113	543,210
Financial Liabilities					
Trade creditors and other payables		125,358	-	-	125,358
Lease liabilities	8.69%	-	49,323	-	49,323
Employee entitlements		54,813	-	-	54,813
Total Financial Liabilities		180,171	49,323	-	229,494
Net Financial Assets/(Liabilities)		22,926	(49,323)	340,113	313,716

Foreign currency risk

The Company is not exposed to fluctuations in foreign currencies.

Liquidity risk

The Company manages liquidity risk by the following mechanisms:

- preparing forward-looking cash flow analysis in relation to its operational, investing and financing activities; and
- only investing surplus cash with major financial institutions.

Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date, is the carrying amount of the financial assets as disclosed in the Statement of Financial Position and notes to the financial statements.

There is no material amounts of collateral held as security at 30 June 2026.

Credit risk is managed on a Company basis and reviewed regularly by the board of directors. It arises from exposures to customers as well as through certain deposits with financial institutions.

With the exception of the franchisor, the Company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Company.

Price risk

The Company is not exposed to any material commodity price risk.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE 16: FINANCIAL RISK MANAGEMENT (CONTINUED)

Net Fair Values

The net fair values of financial assets and liabilities approximate the carrying values as disclosed in the Statement of Financial Position. The Company does not have any unrecognised financial instruments at year end.

b. Sensitivity Analysis

Interest Rate Risk

The Company has performed a sensitivity analysis relating to its exposure to interest rate risk at balance date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in this risk.

Any reasonably possible change in interest rates would not have a material impact on the Company.

NOTE 17: RELATED PARTY DISCLOSURES

The names of Directors who have held office during the financial year are:

Joon Young Lee
Chang Soo Yoon
Moon Ki Kim
Paul CS Yu
Jong Wook Lee
Oh Jun Kim
Jessica Bahng
Clement Hyo-Jin Park (resigned on 30 April 2026)
Bernardo Bum Soo Lee (resigned on 20 April 2026)

The directors may from time to time hold deposit and loan accounts with the franchisor that are originated by the Company. The directors are subject to the same terms and conditions as other arm's length customers.

During the financial year, the Company sold a motor vehicle to a director for consideration of \$26,500 (inclusive of GST). The transaction was conducted on normal commercial terms and conditions. The Company recognised a gain on disposal of \$16,528 in relation to the transaction. No amounts remained outstanding at 30 June 2026.

Except for the above, no other directors or related entity entered into a material contract or transactions with the Company during the year.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	2026	2025
	\$	\$
NOTE 18: KEY MANAGEMENT PERSONNEL COMPENSATION		
The total of remuneration of Key Management Personnel (KMP) of the Company during the year are as follows:		
Short-term employee benefits	85,000	85,000
Post employment benefits	<u>10,165</u>	<u>9,740</u>
Total KMP compensation	<u>95,165</u>	<u>94,740</u>

NOTE 19: EVENTS SUBSEQUENT TO THE REPORTING DATE

The following matters of significance have occurred subsequent to 30 June 2026 and up to the date of this Report which have or will have an impact on the Company's operations:

(a) Dividends

A final dividend of \$134,595 in respect of the year ended 30 June 2026 was declared and approved by the Directors on 31 August 2026.

There are no other significant subsequent events that impact the operations or the financial position.

NOTE 20: CONTINGENCIES LIABILITIES AND CONTINGENT ASSETS

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

NOTE 21: COMPANY DETAILS

The registered office of the Company is:
Korean Community Financial Services Limited
140/20-34 Albert Rd
Strathfield NSW

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

CONSOLIDATED ENTITY DISCLOSURE STATEMENT
AS AT 30 JUNE 2026

Korean Community Financial Services Limited does not have any controlled entities and is not required by the Accounting Standards to prepare consolidated financial statements. Therefore, section 295(3A)(a) of the Corporations Act 2001 does not apply to the entity.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
ABN 52 099 137 541

DIRECTORS' DECLARATION

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 16 to 32 are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements as stated in accounting policy Note 1 to the financial statements, constitutes compliance with International Financial Reporting Standards (IFRS); and
 - (b) give a true and fair view of the financial position as at 30 June 2026 and of the performance for the year ended on that date of the Company;
2. The information disclosed in the attached consolidated entity disclosure statement is true and correct.
3. 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.



Joon Young Lee
Chairman

Dated at Sydney this 30th day of September 2026

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED INDEPENDENT AUDITOR'S REPORT

To the members of Korean Community Financial Services Limited

Opinion

We have audited the financial report of Korean Community Financial Services Limited ("the Company"), which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Company, 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 financial performance for the year then ended; and
- b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & 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.

In.Corp Audit & Assurance Pty Ltd
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KOREAN COMMUNITY FINANCIAL SERVICES LIMITED

INDEPENDENT AUDITOR'S REPORT (continued)

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2026 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

- a) the financial report (other than consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and
- b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

- a) the financial report (other than consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- b) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company 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 has no realistic alternative but to do so.

KOREAN COMMUNITY FINANCIAL SERVICES LIMITED
INDEPENDENT AUDITOR'S REPORT (continued)

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 this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

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

In.Corp Audit & Assurance Pty Ltd



Daniel Dalla
Director

Sydney, 30 September 2026