

cape group Australia & Controlled Entities

Formerly Nadrasca Ltd

ABN: 90 125 235 047

Financial Statements

For the Year Ended 30 June 2025

cape group Australia & Controlled Entities

ABN: 90 125 235 047

For the Year Ended 30 June 2025

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cape group Australia & Controlled Entities

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Consolidated Statement of Surplus or Deficit and Other Comprehensive Income

For the Year Ended 30 June 2025

	Note	2025 \$	2024 \$
Operating activities			
Revenue	2	24,578,918	20,989,149
Employee benefits expenses		(19,808,157)	(16,425,304)
Other expenses		(1,601,452)	(1,314,639)
Cost of sales		(1,572,592)	(1,114,191)
Depreciation expense	3	(465,387)	(444,290)
Repairs and maintenance		(430,008)	(337,450)
Motor vehicle and travel expenses		(221,851)	(269,821)
Consulting and professional fees		(211,721)	(417,080)
Cleaning expenses		(189,487)	(154,802)
Marketing expenses		(146,143)	(140,295)
Rental and occupancy expenses		(117,470)	(232,149)
Loss on sale of fixed assets		(74,683)	-
Bad debt and doubtful debt expenses		(38,053)	-
Interest expense		(13,148)	(251)
Operating surplus/(deficit)		(311,234)	138,877
Non-operating			
Gain on sale of fixed asset		8,896,614	-
Gain on consolidation	18	10,895,948	-
Merger costs		(206,372)	-
Property sale contract termination cost	23	(643,250)	-
Non-operating surplus		18,942,940	-
Total Surplus/(deficit) for the year		18,631,706	138,877
Other comprehensive income		-	-
Total comprehensive income for the year		18,631,706	138,877

The accompanying notes form part of these financial statements.

cape group Australia & Controlled Entities

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Consolidated Statement of Financial Position

As at 30 June 2025

	Note	2025 \$	2024 \$
Current assets			
Cash and cash equivalents	4	18,502,111	386,940
Trade and other receivables	5	1,752,917	1,143,231
Inventories	6	257,074	-
Financial assets	7	4,229,132	13,079,396
Other current assets	9	125,961	38,160
Assets held for sale	10	-	597,086
Total current assets		24,867,195	15,244,813
Non-current assets			
Financial assets	7	425,000	425,000
Property, plant and equipment	8	19,486,522	6,272,126
Right of use assets	12	40,476	-
Total non-current assets		19,951,998	6,697,126
TOTAL ASSETS		44,819,193	21,941,939
Current liabilities			
Borrowings	11	23,966	-
Lease liabilities	12	14,716	-
Trade and other payables	13	3,775,699	1,007,089
Other current liabilities	14	611,702	68,401
Short term provisions	15	2,475,585	1,622,384
Total current liabilities		6,901,668	2,697,874
Non-current liabilities			
Lease liabilities	12	28,638	-
Long term provisions	15	95,042	81,926
Total non-current liabilities		123,680	81,926
TOTAL LIABILITIES		7,025,348	2,779,800
NET ASSETS		37,793,845	19,162,139
Reserves	17	241,108	241,108
Accumulated surpluses		37,552,737	18,921,031
TOTAL EQUITY		37,793,845	19,162,139

The accompanying notes form part of these financial statements.

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Consolidated Statement of Changes of Equity

For the Year Ended 30 June 2025

2025

	Accumulated Surpluses	General Reserves	Total
	\$	\$	\$
Balance at 1 July 2024	18,921,031	241,108	19,162,139
Surplus/(deficit) for the year	18,631,706	-	18,631,706
Balance at 30 June 2025	37,552,737	241,108	37,793,845

2024

	Accumulated Surpluses	General Reserves	Total
	\$	\$	\$
Balance at 1 July 2023	18,782,154	241,108	19,023,262
Surplus/(deficit) for the year	138,877	-	138,877
Balance at 30 June 2024	18,921,031	241,108	19,162,139

The accompanying notes form part of these financial statements.

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Consolidated Statement of Cash Flows

For the Year Ended 30 June 2025

	2025	2024
Note	\$	\$
Cash from operating activities:		
Receipts from government agencies, clients and customers	23,852,692	20,306,573
Payments to suppliers and employees	(24,996,885)	(20,529,572)
Interest received	529,809	584,016
Dividends received	105,014	54,455
Net cash provided by operating activities	(509,370)	415,472
Cash flows from investing activities:		
(Placement)/redemption of managed funds	(139,082)	(18,415)
Acquisition of property, plant and equipment	(520,475)	(171,028)
Proceeds for sale of property, plant and equipment	9,518,975	54,700
(Placement)/redemption of term deposit	9,094,360	(31,176)
Proceeds from acquisition	702,254	-
Net cash used by investing activities	18,656,032	(165,919)
Cash flows from financing activities:		
Repayment of borrowings	(14,132)	-
Payment of lease liabilities	(17,359)	-
Net cash used by financing activities	(31,491)	-
Net cash increase in cash and cash equivalents	18,115,171	249,553
Cash and cash equivalents at beginning of year	386,940	137,387
Cash and cash equivalents at end of year	4 18,502,111	386,940

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(a) General Information

These financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosure Statements of the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012*. The Group is a not-for-profit Group for financial reporting purposes under Australian Accounting Standards, registered and domiciled in Australia.

The principal activities of the Group for the year ended 30 June 2025 were the provision of supports within assisted employment, day services and accommodation. The Group assists and supports people with disability to lead and live their lives as they have chosen.

The financial statements for the year ended 30 June 2025 were approved and authorised for issue by the Board of Directors.

Brite Services Ltd and Victorian Vocational Rehabilitation Association were acquired on 11 April 2025. The accounts have been consolidated from this date.

As at 17 April 2025, Nadrasca changed its name to cape group Australia.

(b) Basis of Preparation

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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

(c) Principles of Consolidation

The consolidated financial statements include the financial position and performance of the controlled entity from the date on which control is obtained until the date that control is lost. Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

Intra-group assets, liabilities, equity, income, expenses and cash flows relating to transactions between entities in the consolidated entity have been eliminated in full for the purpose of these financial statements.

Appropriate adjustments have been made to a controlled entity's financial position, performance and cash flows where the accounting policies used by that entity were different from those adopted by the parent entity. The controlled entities have a June financial year end.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(d) Income Tax

No current or deferred income tax assets or liabilities have been raised by the Group as it is exempt from income tax under Division 50 of the Income Tax Assessment Act.

(e) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Land and buildings

Land and buildings are measured on the cost basis.

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the Directors to ensure it is not in excess of the recoverable amount from these assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including buildings, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the Group commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Depreciation is recognised in the statement of profit or loss.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2 - 15%
Leasehold improvements	2 - 15%
Plant and equipment	10 - 20%
Furniture, Fixtures and Fittings	7 - 33%
Motor Vehicles	10% - 33%
IT Assets	10% - 30%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater

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For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

- (e) **Property, Plant and Equipment**
than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of profit or loss.

Where assets were gained on consolidation the Group recognised property at fair value (which subsequently becomes the new cost value in the Group) and plant and equipment were recognised at cost.

- (f) **Leases**

At the lease commencement, the Group recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Group believes it is reasonably certain that the option will be exercised.

Exceptions to lease accounting

The Group has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Group recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

Concessionary lease

For leases that have significantly below-market terms and conditions principally to enable the Group to further its objectives (commonly known as peppercorn/concessionary leases), the Group and measures the right-of-use assets at cost on initial recognition.

- (g) **Financial Instruments**

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 asset.

Classification

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

- amortised cost
- fair value through profit or loss - FVTPL

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

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Notes to the Financial Statements

For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(g) Financial Instruments

Amortised Cost

The Group's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position. Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Group has determined the probability of non-cash payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Financial liabilities

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

The financial liabilities of the Group comprise trade payables and loans.

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For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(h) Impairment of Assets

At the end of each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use or where appropriate depreciated replacement cost, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss.

(i) Employee Benefits

Short-term employee benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to the end of the reporting period.

Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, and annual leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs.

The Group's provision for long service leave consists principally of the estimated value of long service leave entitlements accrued from the start date of each employee. Long service leave is 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. Cashflows are discounted using market yields on high quality corporate bond rates, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

The liability also includes long service leave entitlements payable by the Group where applicable fair work instruments provide long service benefits in excess of those covered by the PLSA, plus related on-costs.

Long service leave is calculated using the assumption that the Group will recover a portion of the liability from the PLSA for eligible employees. The liability is presented net of the entitlements held with the PLSA, however includes related on costs which remain an obligation of the employer.

(j) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(k) Revenue and Other Income

The Group has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058).

Generally, the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Operating grants, donations and bequests

When the Group receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance to AASB 15.

When both these conditions are satisfied, the Group:

- identifies each performance obligation relating to the grant; and
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Group:

- recognises the asset received in accordance with the recognition requirements of other applicable Accounting Standards (for example AASB 9, AASB 16, AASB 116 and AASB 138); and
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Group recognises income in profit or loss when or as it satisfies its obligations under the contract.

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For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(k) Revenue and Other Income

Interest income

Interest income is recognised using the effective interest method.

Dividend income

The Group recognises dividends in profit or loss only when the Group's right to receive payment of the dividend is established.

Sales income

Sales income is recognised when the goods are transferred to a customer.

Fee income

Fee income relates to fees charged in relation to services provided under the NDIS. Income is recognised as the service provided, and fees are billed fortnightly in arrears.

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

(l) Inventories

Inventories are measured at the lower of cost and net realisable value on a weighted average basis. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. Inventories acquired at no cost or for nominal consideration are valued at the current replacement cost as at the date of acquisition.

Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

1 Summary of Material Accounting Policies

(m) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial statements 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 Group.

Key estimates

(i) Valuation of freehold land and buildings

The freehold land and buildings are held at cost as at 30 June 2025 by the Group. The Directors are satisfied that the land and buildings are not impaired as at 30 June 2025.

(ii) Valuation of freehold land and buildings - gain on consolidation

During the year there were properties acquired through the consolidation. The fair value of the land and buildings were determined based on either independent assessments by a certified valuer or based on the sales price for a legitimate offer for one of the buildings owned by the Group. Valuations are based on current prices in an active market for similar properties of the same location and condition.

(iii) Useful lives of property, plant and equipment

As described in Note 1(e), the Group reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period.

Key judgements

(i) Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

2 Revenue

	2025	2024
	\$	\$
NDIS fee income	18,883,897	16,503,484
Sales	4,223,029	2,849,198
Interest revenue	499,704	505,512
Government Funding - DSOA	341,830	514,763
Other income	263,792	24,364
Movements in fair value of financial assets through profit or loss	157,059	54,455
Dividend income	105,014	366,015
Rental income	86,873	104,173
Donations	17,720	2,131
Gain on sale of fixed asset	-	65,054
	24,578,918	20,989,149

3 Results for the Year

Depreciation - Fixed assets	445,150	444,290
Depreciation - Right of use assets	20,237	-
Defined contribution superannuation expense	1,951,477	1,528,315
Finance Interest	5,437	251
Lease interest	7,711	-
Remuneration of auditor		
- Auditing the financial statements	50,000	27,000
- Other services	39,500	18,988

4 Cash and Cash Equivalents

Cash at bank	10,812,129	386,940
Short-term bank deposits	7,689,982	-
	18,502,111	386,940

5 Trade and other receivables

CURRENT

Trade receivables	1,799,649	1,266,046
Provision for impairment of receivables	(203,105)	(166,442)
Other receivables	156,373	43,627
	1,752,917	1,143,231

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Notes to the Financial Statements

For the Year Ended 30 June 2025

5 Trade and other receivables

Reconciliation of changes in the provision for impairment of receivables:

	2025	2024
	\$	\$
Balance at beginning of the year	166,442	140,140
Additions on consolidation	42,671	-
Increase in provision for impairment	-	26,302
Amounts written off (unrecoverable)	(6,008)	-
Balance at end of the year	203,105	166,442

6 Inventories

CURRENT

Inventories	380,404	-
Provision for obsolescence	(123,330)	-
	257,074	-

Reconciliation of provision for stock obsolescence

Opening balance	-	-
Acquired on consolidation	122,115	-
Additional provision raised	1,215	-
Closing balance	123,330	-

7 Financial assets

CURRENT

Amortised cost financial assets - Term deposits	950,000	10,044,360
FVTPL - Managed Funds	3,279,132	3,035,036
Total current assets	4,229,132	13,079,396

NON-CURRENT

FVTPL - Other financial assets	(a) 425,000	425,000
Total non-current assets	425,000	425,000

(a) Other non-current financial assets comprise a mortgage receivable from Housing Choices Australia Ltd. as part of a shared equity arrangement. This asset is measured as fair value through profit and loss.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

8 Property, Plant and Equipment

	2025	2024
	\$	\$
Land and Buildings		
At cost	19,534,577	7,232,205
Accumulated depreciation	(1,848,581)	(1,586,922)
Total land and buildings	<u>17,685,996</u>	<u>5,645,283</u>
Capital works in progress		
At cost	<u>152,557</u>	-
Total capital works in progress	<u>152,557</u>	-
Plant and equipment		
At cost	2,508,211	1,173,762
Accumulated depreciation	(1,638,433)	(1,056,599)
Total plant and equipment	<u>869,778</u>	<u>117,163</u>
Furniture, fixtures and fittings		
At cost	897,431	449,668
Accumulated depreciation	(506,137)	(222,384)
Total furniture, fixtures and fittings	<u>391,294</u>	<u>227,284</u>
Motor vehicles		
At cost	1,049,728	867,723
Accumulated depreciation	(865,918)	(735,967)
Total motor vehicles	<u>183,810</u>	<u>131,756</u>
IT assets		
At cost	772,154	608,336
Accumulated depreciation	(569,067)	(457,696)
Total IT assets	<u>203,087</u>	<u>150,640</u>
Total property, plant and equipment	<u>19,486,522</u>	<u>6,272,126</u>

cape group Australia has a registered mortgage over its 52-62 Rooks Road, Nunawading Vic 3131 premises. The mortgage is held for a credit facility at the end of the year the facility was unused (2024: unused).

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Notes to the Financial Statements

For the Year Ended 30 June 2025

8 Property, Plant and Equipment

(a) Movements in Carrying Amounts

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

	Capital Works in Progress	Land & Buildings	Plant & Equipment	Furniture, Fixtures and Fittings	Motor Vehicles	IT Assets	Total
	\$	\$	\$	\$	\$	\$	\$
Balance at the beginning of year	-	5,645,283	117,163	227,284	131,756	150,640	6,272,126
Additions	-	119,870	87,006	107,778	-	205,821	520,475
Additions on consolidation	152,557	12,081,657	741,619	116,411	146,785	-	13,239,029
Disposals	-	(38,263)	(13,566)	(10,525)	(37,604)	-	(99,958)
Depreciation expense	-	(122,551)	(62,444)	(49,654)	(57,127)	(153,374)	(445,150)
Balance at the end of the year	152,557	17,685,996	869,778	391,294	183,810	203,087	19,486,522

9 Other assets

	2025	2024
	\$	\$
CURRENT		
Prepayments	125,961	38,160
	<u>125,961</u>	<u>38,160</u>

10 Assets held for sale

Land and Buildings	-	597,086
Total assets held for sale	-	<u>597,086</u>

The Group reached an agreement in August 2024 selling the property for a value of \$9,500,000.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

11 Borrowings

	2025	2024
	\$	\$
CURRENT		
Chattel mortgage	23,966	-
Total current borrowings	23,966	-

12 Leases

Right-of-use assets

	Motor Vehicles	Total
	\$	\$
Year ended 30 June 2025		
Balance at beginning of year	-	-
Additions to right-of-use assets	60,713	60,713
Depreciation charge	(20,237)	(20,237)
Balance at end of year	40,476	40,476

Lease liabilities

	< 1 year	1 - 5 years	Total undiscounted lease liabilities	Total lease liability
	\$	\$	\$	\$
2025				
Lease liabilities	18,802	31,337	50,139	43,354
Lease liabilities				
Current lease liabilities			14,716	-
Non - current lease liabilities			28,638	-
			43,354	-

Concessionary Leases

The Group has a number of concessionary leases with various government departments for the lease of residential homes used by participants with a disability. These leases generally have strict requirements, limiting the use of the residence as disability housing. There is no fixed lease term on these leases.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

13 Trade and other payables

	2025	2024
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	569,655	331,600
Other payables	1,033,906	689,923
GST and PAYG liabilities/(assets)	922,138	(14,434)
Property sale costs payable	1,250,000	-
	<u>3,775,699</u>	<u>1,007,089</u>

Property sale costs payable

When the Parent gained control of the subsidiary there was a contract in place for the sale of property held by the subsidiary. Post year end the Group negotiated to exit the sale contract. As a result of the termination of the contract the Group incurred expenses in relation to agent fees and other exit costs see note 23. These have been accrued as an expense at year end.

14 Other liabilities

CURRENT		
Unearned income	611,702	68,401
	<u>611,702</u>	<u>68,401</u>

15 Provisions

Current		
Annual leave	1,653,400	957,080
Long service leave	822,185	665,304
	<u>2,475,585</u>	<u>1,622,384</u>
Non-Current		
Long service leave	95,042	81,926
	<u>95,042</u>	<u>81,926</u>

16 Contingencies

The Board is not aware of any other contingent liability as at 30 June 2025 (30 June 2024: None).

cape group Australia & Controlled Entities

ABN: 90 125 235 047

Notes to the Financial Statements

For the Year Ended 30 June 2025

17 General Reserves

The general reserve records funds set aside for future expansion of the Group.

18 Interests in Subsidiaries

Composition of the Group

Subsidiaries:	Principal place of business / Country of Incorporation	Percentage Owned (%)*	Percentage Owned (%)*
		2025	2024
Subsidiaries:			
Brite Services Ltd	Australia	100	-
Victorian Vocational Rehabilitation Association	Australia	100	-

*The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

Brite Services Ltd and Victorian Vocational Rehabilitation Association were acquired on 11 April 2025.

19 Fair Value Measurement

The Group has the following assets, as set out in the table below, that are measured at fair value on a recurring basis after their initial recognition. The Group does not subsequently measure any liabilities at fair value on a recurring basis and has no other assets or liabilities that are measured at fair value on a non-recurring basis.

	2025	2024
Financial Assets	\$	\$
Managed Funds - FVPL	3,279,132	3,035,036
Other financial assets - Mortgage receivable	425,000	425,000
	<u>3,704,132</u>	<u>3,460,036</u>

20 Events Occurring After the Reporting Date

Since the end of the financial year, the Group negotiated to exit a property sale contract which resulted in the Group incurring additional non operating expenditure of \$643,250. This has been recognised in the 2025 financial year.

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

cape group Australia & Controlled Entities

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Notes to the Financial Statements

For the Year Ended 30 June 2025

21 Related Parties

Transactions with related parties

During the financial year no material transactions were made to related parties, other than as disclosed in Note 22 Key Management Personnel Disclosures.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

There were no other material related party transactions for the year (2024: none).

During the year, members of the Group had family members who were clients of the Group. These family members are provided support on the same terms as other customers. Pricing for supports delivered are in line with the NDIS price guide and the family members do not receive favourable terms.

22 Key Management Personnel Disclosures

The total remuneration paid to key management personnel of the Group is \$ 1,912,672 (2024: \$ 1,932,553).

Key management personnel consist of the Chief Executive Officer, Executive Assistant, Chief Financial Officer, Manager of Quality and Compliance, GM of Community, GM of Employment, GM of People & Culture, ICT Manager, Marketing & Customer Experience Manager, GM Industry, and GM Special Project.

Directors are not remunerated

23 Significant one off expenses 2025

As part of the takeover, the CEO of Brite's employment ceased and was provided a payout of entitlements and exgratia payment, as approved by Brite's outgoing Board of Directors - \$298,467

At the date of the takeover, Brite was under contract for the sale of land and buildings in order to fund working capital requirements. Subsequently the Group negotiated to exit this sale contract which resulted in the Group incurring additional non operating expenditure of \$643,250. Total payable on termination of contract is \$1,250,000, inclusive of the contract cancelation fee and return of deposit received. see note 13.

Brite's payable to the ATO before entering into deed of merger was \$1,906,840. Brite was provided a loan from cape to fully extinguish the debt prior to completion date; the loan is removed on consolidation.

Prior to completion date, a joint decision between Brite and cape was made to close the RTO in Victorian Vocational Rehabilitation Association, as a result there were a number of redundancies.

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Notes to the Financial Statements

For the Year Ended 30 June 2025

24 Members' Guarantee

cape group Australia is incorporated under the *Corporations Act 2001* and is a Group limited by guarantee. If the Group is wound up, the constitution states that each member is required to contribute a maximum of \$ 50 each towards meeting any outstandings and obligations of the Group. At 30 June 2025, the total amount that members of the Group are liable to contribute if Group wound up is \$2,600 (2024: \$2,650).

25 Statutory Information

The registered office and principal place of business of the parent entity is:

cape group Australia
52-62 Rooks Rd
Nunawading, VIC 3131

cape group Australia & Controlled Entities

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Directors' Declaration

The Directors of the Group declare that:

1. The financial statements and notes, as set out on pages 2 to 21, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - (a) comply with Australian Accounting Standards - Simplified Disclosure Requirements (including the Australian Accounting Interpretations) and the *Australian Charities and Not-for-profits Commission Regulation 2022*; and
 - (b) give a true and fair view of the financial position as at 30 June 2025 and of the performance for the year ended on that date.
2. There are reasonable grounds to believe that the Group 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.

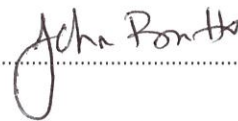
Board Member:



Dated

28/10/2025

Board Member:



28/10/2025

cape group Australia & Controlled Entities

ABN: 90 125 235 047

Auditor's Independence Declaration

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2025, there have been no contraventions of:

- (a) the auditor independence requirements as set out in Section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.



Saward Dawson



Matthew Crouch
Partner

Blackburn, VIC

Dated: 5 November 2025

cape group Australia & Controlled Entities

ABN: 90 125 235 047

Independent Audit Report to the members of cape group Australia & Controlled Entities

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of cape group Australia & Controlled Entities, which comprises the Consolidated Statement of Financial Position as at 30 June 2025, the Consolidated Statement of Profit or Loss and Other Comprehensive Income, the Consolidated Statement of Changes of Equity and the Consolidated 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.

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

- (i) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2022*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the Directors for the Financial Report

The Directors of the Group are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Group'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 Group or to cease operations, or have no realistic alternative but to do so.

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

cape group Australia & Controlled Entities

ABN: 90 125 235 047

Independent Audit Report to the members of cape group Australia & Controlled Entities

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group'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 the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

cape group Australia & Controlled Entities

ABN: 90 125 235 047

Independent Audit Report to the members of cape group Australia & Controlled Entities

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.



Saward Dawson



Matthew Crouch
Partner

Blackburn, VIC

Dated: 5 November 2025