

Amana Living Incorporated

ABN 45 582 438 433

Financial Report

for the year ended

30 June 2026

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Consolidated statement of profit or loss and other comprehensive income

For the year ended 30 June 2026

	Notes	Consolidated		Amana Living Inc.	
		2026 $000's	2025 $000's	2026 $000's	2025 $000's
Revenue	3.1	212,166	207,898	212,160	207,898
Other income	3.2	3,775	3,862	3,766	3,851
Gain/ (loss) on disposal of PPE		(2,902)	92	(2,902)	92
Salary and wages		(109,500)	(102,807)	(109,500)	(102,807)
Superannuation		(14,937)	(13,727)	(14,937)	(13,727)
Contractors and other employee benefits		(48,647)	(45,930)	(48,647)	(45,930)
Catering and food supplies		(7,222)	(7,141)	(7,222)	(7,141)
Maintenance and repairs		(13,780)	(11,233)	(13,780)	(11,233)
Impairment loss on receivables		(132)	(65)	(132)	(65)
General and administration expenses		(6,594)	(8,280)	(6,594)	(8,180)
Finance costs		(300)	(382)	(300)	(382)
Energy		(1,958)	(1,838)	(1,958)	(1,838)
Depreciation	4.6/4.8	(10,058)	(9,496)	(10,058)	(9,496)
Other		(8,807)	(8,556)	(8,807)	(8,552)
Operating profit/ (loss) for the year		(8,896)	2,397	(8,911)	2,490
Changes in fair value	3.3	7,775	6,552	7,775	6,552
Gain on asset acquisition/ divestment	3.4	(96)	2,379	(96)	2,379
Profit/(loss) for the year		(1,217)	11,328	(1,232)	11,421
Other comprehensive income (OCI)					
Changes in fair value of financial assets		1,662	1,620	1,662	1,620
Transfer from specific purpose donation		12	14	12	14
Other comprehensive income/(loss) for the year		1,674	1,634	1,674	1,634
Total comprehensive profit/(loss) for the year		457	12,962	442	13,055

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Consolidated statement of financial position

For the year ended 30 June 2026

	Notes	Consolidated		Amana Living Inc.	
		2026 $000's	2025 $000's	2026 $000's	2025 $000's
Cash and cash equivalents	4.1	75,322	71,851	74,961	71,499
Trade and other receivables	4.2	16,945	13,759	16,945	13,759
Assets held for sale	4.13	32,586	30,595	32,586	30,595
Inventories	4.3	593	506	593	506
Other financial assets	4.4	33,841	31,157	33,841	31,157
Investment property	4.5	212,879	196,212	212,879	196,212
Property, plant and equipment	4.6	97,815	101,112	97,815	101,112
Right-of-use assets	4.8	3,698	5,589	3,698	5,589
Total assets		473,679	450,781	473,318	450,429
Trade and other payables	4.9	20,738	20,331	20,755	20,342
Refundable accommodation deposits	4.10	123,808	113,519	123,808	113,519
Provisions	4.12	18,450	16,785	18,450	16,785
Other liabilities	4.11	131,271	121,970	131,330	122,029
Liabilities held for sale	4.13	26,769	24,076	26,769	24,076
Lease liabilities	4.8	4,155	6,069	4,155	6,069
Total liabilities		325,191	302,750	325,267	302,820
Net assets		148,488	148,031	148,051	147,609
Equity					
Retained earnings	5.1	138,325	139,542	137,888	139,120
Reserves		10,163	8,489	10,163	8,489
Total funds		148,488	148,031	148,051	147,609

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

Consolidated statement of changes in equity
For the year ended 30 June 2026

	Consolidated				
	Retained profits $000's	General reserve $000's	Specific purpose donations $000's	Fair value reserve of financial assets $000's	Total $000's
Balance at 1 July 2024	128,214	2,306	296	4,253	135,069
Profit for the year	11,328	-	-	-	11,328
Other comprehensive income for the year	-	-	14	1,620	1,634
Total comprehensive profit for the year	11,328	-	14	1,620	12,962
Balance at 1 July 2025	139,542	2,306	310	5,873	148,031
Profit for the year	(1,217)	-	-	-	(1,217)
Other comprehensive income for the year		-	12	1,662	1,674
Total comprehensive income for the year	(1,217)	-	12	1,662	457
Balance at 30 June 2026	138,325	2,306	322	7,535	148,488

	Amana Living Inc.				
	Retained profits $000's	General reserve $000's	Specific purpose donations $000's	Fair value reserve of financial assets $000's	Total $000's
Balance at 1 July 2024	127,699	2,306	296	4,253	134,554
Profit for the year	11,421	-	-	-	11,421
Other comprehensive profit for the year	-	-	14	1,620	1,634
Total comprehensive income for the year	11,421	-	14	1,620	13,055
Balance at 1 July 2025	139,120	2,306	310	5,873	147,609
Profit for the year	(1,232)	-	-	-	(1,232)
Other comprehensive income for the year	-	-	12	1,662	1,674
Total comprehensive income for the year	(1,232)	-	12	1,662	442
Balance at 30 June 2026	137,888	2,306	322	7,535	148,051

The above consolidated statement of changes in equity should be read in conjunction with accompanying notes.

Consolidated statement of changes in cash flows

For the year ended 30 June 2026

	Notes	Consolidated		Amana Living Inc.	
		2026 $000's	2025 $000's	2026 $000's	2025 $000's
Operating activities					
Subsidies		161,090	161,296	161,090	161,296
Rent, fees and charges		36,965	23,560	36,965	23,501
Other receipts		7,790	6,186	7,784	6,186
Daily accommodation payments		3,491	3,365	3,491	3,365
Interest received		2,365	2,511	2,356	2,500
Dividends received		1,410	1,351	1,410	1,351
Interest paid		(300)	(382)	(300)	(382)
Payments to suppliers and employees		(215,250)	(198,460)	(215,244)	(198,300)
Net cash generated from/ (used in) operating activities		(2,439)	(573)	(2,448)	(483)
Investing activities					
Proceeds from sale of investments		5,823	11,653	5,823	11,653
Proceeds from sale of assets held for sale		586	9,100	586	9,100
Proceeds from sale of property, plant and equipment		402	613	402	613
Payments for property, plant and equipment		(8,174)	(21,521)	(8,174)	(21,521)
Payments for investment property		(1,438)	(418)	(1,438)	(418)
Payments for investments		(6,826)	(13,776)	(6,826)	(13,776)
Net cash (used in) investing activities		(9,627)	(14,349)	(9,627)	(14,349)
Financing activities					
Receipt of refundable accommodation deposits		41,217	39,215	41,217	39,215
Ingoing contributions received		14,565	14,806	14,565	14,806
Repayment of refundable accommodation deposits		(30,928)	(28,198)	(30,928)	(28,198)
Ingoing contributions refunded		(7,103)	(3,755)	(7,103)	(3,755)
Payment of principal portion of lease liabilities	4.8	(2,214)	(2,071)	(2,214)	(2,071)
Net cash generated from financing activities		15,537	19,997	15,537	19,997
Net increase/ (decrease) in cash and cash equivalents		3,471	5,075	3,462	5,165
Cash and cash equivalents held at the beginning of the financial year		71,851	66,776	71,499	66,334
Cash and cash equivalents held at the end of the financial year	4.1	75,322	71,851	74,961	71,499

The above consolidated statement of cash flows should be read in conjunction with accompanying notes.

Section 1 – About this report

Corporate information

The financial statements comprise the financial results of Amana Living Incorporated ("the Entity") and its subsidiary Amana Living Anglican Foundation Incorporated (collectively "the Group") for the year ended 30 June 2026.

The nature and principal activities of the Group were the provision of care and services for the aged.

The financial statements were authorised for issue in accordance with a resolution of directors on 30 September 2026.

Basis of Preparation

The Group is a not-for-profit entity which, in the opinion of the Board, is not publicly accountable. The consolidated financial statements for the Group are Tier 2 general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosure Requirements made by the Australian Accounting Standards Board and the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* (Cth) and the *Associations Incorporation Act 2015* (WA).

The consolidated financial statements have been prepared on a historical cost basis, except for investment properties and financial assets at fair value through profit and loss and liabilities relating to the ingoing contributions to the lease for life villages, which are carried at fair value.

The statement of financial position has been prepared on a liquidity basis as it presents a more relevant view. Amounts expected to be recovered or settled after 12 months have been disclosed in notes 4.8, 4.10, 4.11 and 4.12.

All values are presented in Australian dollars, the functional currency of the Group and rounded to the nearest thousand dollars ($'000), unless stated otherwise.

Comparative information

The consolidated financial statements provide comparative information in respect of the previous period. The reclassification of items in the financial statements of the previous period were made on a basis consistent with the classification of items in the financial statements of the current period.

Key estimates and judgements

All judgements, estimates and assumptions made are considered to be reasonable based on the most current set of circumstances known to management. Actual results may differ from those judgements, estimates and assumptions.

Significant judgements, estimates and assumptions made by management in the preparation of these financial statements are found in the following notes:

- note 4.2 - trade and other receivables;
- note 4.5 - investment property;
- note 4.6 - property, plant & equipment;
- note 4.8 - leases;
- note 4.10 - refundable accommodation deposits;
- note 4.11 - other liabilities;
- note 4.12 - provisions and
- note 4.13 - assets/ (liabilities) held for sale

Income tax

As the Group is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Accounting policies

The accounting policies adopted in the preparation of the financial statements have been consistently applied throughout all periods, unless otherwise stated.

Subsidiaries are fully consolidated from the date on which control is obtained by the Group and cease to be consolidated from the date at which the Group ceases to have control. The financial statements of subsidiaries are prepared for the same reporting period as the Entity, using consistent accounting policies. All intercompany balances and transactions have been eliminated.

A summary of the recognition and measurement basis used for significant accounting policies, and policies that are relevant to the understanding of the financial statements are disclosed throughout the notes to the financial statements.

Adoption of new and revised accounting standards

The Group adopts all the new and revised Standards and Interpretations issued by the AASB that are relevant to the operations and that are effective for the current annual reporting period.

Standards and interpretations issued not yet adopted

A few Australian Accounting Standards, Interpretations and Amendments have been issued but are not yet effective and have not been applied in preparing these financial statements.

These standards apply to annual periods beginning on or after 1 July 2026 and are expected to be initially applied to the Group in the financial year ending 30 June 2027. The Group will assess the effect of these standards and the transition method to be adopted.

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 2024-2 Amendments to the Classification and Measurement of Financial Instruments	1 January 2026	30 June 2027
AASB 2024-3 Amendments to the Lessee accounts for the Derecognition of Lease Liability	1 January 2026	30 June 2027
AASB 18 Presentation and Disclosure in Financial Statements	1 January 2027 1 January 2028	30 June 2027

The accounting policies set out in the notes have been applied in preparing the consolidated financial statements for the year ended 30 June 2026. The accounting policies have been consistently applied unless otherwise stated.

Section 2: Financial risk management

The Group has exposure to credit risk, concentration risk, liquidity risk and interest rate risk from the use of financial instruments.

This note provides information about the Group's exposure to each of these risks, their objectives, policies and processes for measuring and managing risk, and the management of capital. Further quantitative disclosures are included throughout this financial statement.

The Board has overall responsibility for the establishment and oversight of the risk management framework. Procedures are in place to identify and analyse the risks faced by the Group, set appropriate risk limits and controls, and to monitor risks and controls.

Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including funds on deposit.

The Group has policies in place to monitor and control receivables in arrears. An impairment analysis is performed at each reporting date and the exposure to credit risk is disclosed in note 4.2.

Concentration risk

The Group manages counterparty concentration risk by diversifying its investments.

Liquidity risk

Liquidity risk is the risk that an entity will not be able to meet its financial obligations as they fall due. The Group mitigates liquidity risk by maintaining adequate reserves in accordance with its liquidity policy, maintaining financing facilities, monitoring cash flows and matching the maturity profiles of financial assets and liabilities.

Interest risk

The Group is exposed to interest rate risk primarily on cash and cash equivalents. The Group actively monitors interest rates for cash at bank and on deposit to maximise interest income.

Section 3: Revenue, income and expenses

3.1 Revenue

	Consolidated		Amana Living Inc.	
	2026 $000's	**2025 $000's**	**2026 $000's**	**2025 $000's**
Government subsidies	168,334	164,838	168,334	164,838
Fees and charges	27,117	27,117	27,117	27,117
Sales	3,362	3,386	3,362	3,386
Accommodation revenue	3,597	3,392	3,597	3,392
Deferred management fees	5,014	5,840	5,014	5,840
Other	1,157	1,259	1,157	1,259
Resident ingoing contributions	326	539	326	539
Donations and bequests	486	600	480	600
Grants	2,773	927	2,773	927
	212,166	207,898	212,160	207,898

3.1 Revenue (continued)

Recognition and measurement

Revenue recognition policy for revenue from contracts with customers (AASB 15)

AASB 15 requires revenue to be recognised when control of a promised good or services is passed to the customer at an amount which reflects the expected consideration.

Revenue is recognised by applying a five-step method as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price
5. Recognise revenue

Generally, the timing of the payment for the 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 and revenue is recognised as the performance obligation is satisfied.

For enforceable contracts with sufficiently specific performance obligations, revenue from contracts with customers are recognised as the services are rendered, primarily on a daily or monthly basis. Fees received in advance of the provision of aged care, home care and retirement living services are recognised as contract liabilities and are included within trade and other payables (refer note 4.9).

Revenue recognition policy for the revenue streams which are not enforceable or do not have sufficiently specific performance obligations (AASB 1058)

Government grants and subsidies

The Group receives grants from the federal and state government. Grants received on the condition that specified services are delivered or conditions are fulfilled are considered to be reciprocal.

Assets arising from grants in the scope of AASB 1058 are recognised at their fair value when the asset is received. These assets are generally cash but may be property which has been donated or sold to the Group at significantly below the fair value.

Once the asset has been recognised, the Group recognises any related liability amounts.

Once the asset and liabilities have been recognised then income is recorded for any difference between the recorded asset and liability. Income is recorded as a contract liability is extinguished.

The Group receives subsidies from the state and federal governments based upon specific care and accommodation needs of the individual residents. This revenue includes basic subsidy amounts calculated in accordance with the Australian National Aged Care Classification (AN-ACC), accommodation supplements and funding for short-term respite residents. Revenue is recognised as services are provided.

3.1 Revenue (continued)

Significant estimates and judgements relating to revenue

For many of the grant agreements received, the determination of whether the contract includes sufficiently specific performance obligations was a significant judgement involving discussions with several parties, review of the proposal documents prepared during the grant application phase and consideration of terms and conditions.

Grants received by the Group have been accounted for under both AASB 15 and AASB 1058 depending on the terms and conditions and decisions made.

If this determination was changed, then the revenue recognition pattern would be different from that recognised in this financial report.

Fees and charges

Residents are charged a basic daily fee as a contribution to the provision of care and accommodation. The quantum of resident basic daily fees is regulated by the federal government and is typically revised in March and September of each year. Resident basic daily fee revenue is recognised as services are provided. Residents are invoiced on a fortnightly basis and payment is generally due within 30 days.

Accommodation revenue

A daily accommodation payment (DAP) is received from residents in aged care facilities where they have elected not to pay a refundable accommodation deposit (RAD) or bond. DAP revenue is recognised as services are provided.

Sales

Sales relate to revenue received from the provision of external catering services. Revenue from the provision of external catering services is recognised when the services are delivered. For services which have not been delivered in full, the Group recognises revenue based on the cost incurred to date.

Deferred management fees

Deferred management fee revenue represents a fee that is deducted from the ingoing contribution repaid to a retirement village resident upon sale of the unit. Deferred management fees are recognised over the expected length of stay of a resident, estimated based on historical tenure data. Changes in the deferred management fee revenue as a result of changes in the estimated fair value of a unit are recognised on revaluation. Refer to note 4.11 for the basis of estimation.

Non-refundable ingoing contributions

The non-refundable portion of ingoing entry contributions from residents is amortised over the expected a length of stay. At the end of the residency, the balance of any unamortised contribution is recognised as income.

Donations

Donations generally are recognised at fair value, when the conditions of the donation, if any, are met, the value can be quantified, and a third party bears the cost. In the case where donations are held for the specific benefit of a third party, the value is recognised in equity and no amount is recorded as revenue. No amounts are included in the financial statements for services donated by volunteers.

3.2 Other income

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Interest income				
- Bank deposits	2,336	2,477	2,327	2,466
- Financial assets held as investments	29	34	29	34
Dividends received	1,410	1,351	1,410	1,351
	3,775	3,862	3,766	3,851

Recognition and measurement

Interest revenue is accrued monthly.

Dividends from financial assets measured at fair value through profit or loss (FVTPL) and fair value through other comprehensive income (FVOCI) are recognised in the statement of profit or loss when the Group's rights to receive the dividends are established.

3.3 Changes in fair value

Changes in fair value represents revaluation of the Group's investment properties and related refundable entry contributions received from residents.

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Loss on revaluation of ingoing contributions	(6,109)	(13,107)	(6,109)	(13,107)
Gain/(Loss) on revaluation of investment property	15,229	16,944	15,229	16,944
Loss on revaluation of property, plant & equipment		-		-
Gain on revaluation of assets held for sale	(1,345)	2,715	(1,345)	2,715
	7,775	6,552	7,775	6,552

3.4 Gain on asset divestment/acquisition

During the financial year, Amana Living Incorporated completed the divestment of its operations in the Albany region (Wollaston Court). Effective 30 April 2026, the organisation transferred ownership of its Retirement Village to Uniting Church Homes (Juniper).

As part of the transaction, Juniper assumed responsibility for all associated assets and liabilities, including obligations under Retirement Living agreements. This included the transfer of Interest free Loans and all other operational assets relating to the Wollaston Court.

Accordingly, these assets and liabilities were derecognised from Amana Living's financial statements for the year ended 30 June 2026.

3.4 Gain on asset divestment/acquisition (continued)

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Profit on assets/liabilities on divestment	(96)	2,379	(96)	2,379

Section 4: Operating and invested capital

4.1 Cash and cash equivalents

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Cash at bank and on hand	36,111	33,697	35,894	33,663
Short-term deposits	39,211	38,154	39,067	37,836
	75,322	71,851	74,961	71,499

Cash and cash equivalents comprise cash at bank and short-term deposits with an original maturity of three months or less.

Cash at bank earns interest at floating rates based on daily bank deposit rates. Short term deposits earn interest at fixed and variable rates, based on the prevailing rate of interest. Deposit terms vary depending on the cash requirements of the Group.

4.2 Trade and other receivables

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Client receivables	1,149	2,446	1,149	2,446
Expected credit loss	(217)	(206)	(217)	(206)
	932	2,240	932	2,240
Other receivables	13,389	8,503	13,389	8,503
Prepaid expenses	2,259	2,670	2,259	2,670
Goods and services tax recoverable	365	346	365	346
	16,945	13,759	16,945	13,759
Movement in loss allowance				
Balance at the beginning of the year	206	209	206	209
Amounts written-off	(120)	(64)	(120)	(64)
Remeasurement of loss allowance	131	61	131	61
Balance at the end of the year	217	206	217	206

4.2 Trade and other receivables (continued)

Recognition and measurement

Trade and other receivables are initially recognised at fair value and are subsequently measured at amortised cost using the effective interest method (EIR) and are subject to impairment. Gains and losses are recognised in the statement of profit or loss when the asset is derecognised, modified, or impaired.

Trade and other receivables are non-interest bearing. The credit period for client receivables is 30 days. The Group does not hold any collateral over these balances.

The Group uses a provision matrix to calculate the expected credit loss (ECL) for client receivables. The provision rates are based on days past due grouped by customer segments that have similar loss patterns (i.e. by product and customer type).

Other receivables mainly consist of reserve fund contributions from residents for which the Group has a right to offset; the ECL is nil.

Key estimates and judgements

The ECL provision matrix is based on the Group's historical observed default rates, adjusted with forward-looking information. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

4.3 Inventories

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Consumables and catering supplies	593	506	593	506

Recognition and measurement

Inventories are valued at the lower of cost and net realisable value.

4.4 Other financial assets

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Equity securities - FVOCI	28,872	25,307	28,872	25,307
Debt instruments and managed funds - FVTPL	4,895	5,779	4,895	5,779
Loan recoverable from unit settlement	74	71	74	71
	33,841	31,157	33,841	31,157

Recognition and measurement

Other financial assets are recognised when the Group becomes a party to the contractual provisions of the financial instrument and are measured at fair value plus, in the case of a financial asset not at FVTPL, transaction costs.

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when the financial asset and all substantial risks and rewards are transferred.

4.4 Other financial assets (continued)

The classification of financial assets on initial recognition depends on the characteristics of the financial asset's contractual cash flows, and the Group's business model for managing them. With the exception of trade receivables that do not contain a significant financing component and are measured under AASB 15, all other financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

After initial recognition, other financial assets are classified in two categories:

- FVOCI (equity instruments); or
- FVTPL (debt instruments).

Financial assets designated as FVOCI (equity instruments)

The Group classifies its equity investments as financial assets designated at FVOCI when they meet the definition of equity that is not held for trading. The classification is determined on an instrument-by-instrument basis.

Gains and losses on these financial assets are never recycled to profit or loss. Dividends are recognised as other income in the statement of profit or loss when the right of payment has been established, except when the Group benefits from proceeds such as a recovery of part of the cost of the financial asset, in which case the gains are recorded in OCI. Equity instruments designated at FVOCI are not subject to impairment assessment.

Financial assets at FVTPL (debt instruments)

These financial assets are mandatorily measured at FVTPL as they are debt instruments that do not qualify for measurement at either amortised cost or FVOCI. Net gains and losses, including any interest or dividend income, are recognised in the statement of profit or loss. This category includes fixed interest rate instruments, property funds and hybrids.

The fair value of investments that are actively traded in organised financial markets is determined by reference to quoted market bid prices at the close of business on the reporting date.

Fair value

The fair value of financial assets is determined by reference to quoted market prices. There were no changes to the valuation technique during the year.

4.5 Investment property

		Consolidated		Amana Living Inc.	
		2026	**2025**	**2026**	**2025**
		$000's	**$000's**	**$000's**	**$000's**
Opening balance		196,212	205,148	196,212	205,148
Additions during the year		1,438	418	1,438	418
Transfer to Village reserve		-	1,582	-	1,582
Transfer to assets held for sale	4.13	-	(30,595)	-	(30,595)
Changes in fair value	3.3, 3.4	15,229	19,659	15,229	19,659
		212,879	196,212	212,879	196,212

4.5 Investment property (continued)

Recognition and measurement

Investment properties comprise land and buildings held to produce rental income and capital appreciation, but not for sale in the ordinary course of business.

On initial recognition, investment properties are measured at the cost of acquisition or construction, including transaction costs, and subsequently stated at fair value.

The carrying amount includes the cost of replacing part of an investment property when that cost is incurred if it is probable that future economic benefits embodied within the item will flow to the Group, and that cost can be measured reliably. All other costs are recognised in the statement of profit or loss as an expense.

Subsequent to initial recognition, investment properties are stated at fair value, which reflects market conditions at the reporting date. Gains or losses arising from changes in the fair values of investment properties are included in the statement of profit or loss in the period in which they arise.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the statement of profit or loss in the period of derecognition.

Management has determined that the investment properties consist of two classes of assets, commercial property and retirement living, based on the nature, characteristics and risks of each property. Commercial investment property is office premises that are held to earn rental income. Retirement living includes the Group's independent living units and community facilities.

During the year, Amana Living Incorporated divested Wollaston Court in Albany. An impairment was recognised in Financial Year end 30 June 2026.

Key estimates and judgements

Fair values have been determined using a discounted cash flow methodology and comparable market evidence. In determining these fair values, a rolling program of external valuations is undertaken so that each property is independently valued at least once every four years. During the intervening period, management assesses the fair value of each property to determine whether there have been any significant changes, or where any key assumptions have changed.

Changes in fair value

The change in fair value of the investment properties is the difference between the carrying value of the properties and the market value of the retirement living portfolio as assessed by a professionally qualified independent valuer and market values determined from directors' valuations.
During the year, the Group has recognised an increase in the value of investment properties of $15,229,000.

Assets held for sale

The Group has decided to divest one investment property and, in accordance with the requirements of AASB5 Non-current Assets Held for Sale and Discontinued Operations, have classified this property as assets held for sale. An active sale program is underway and it is expected that sales will be completed within one year (note 4.13).

4.6 Property, plant and equipment

Consolidated

	Land	Buildings & leasehold improvements	Work in progress	Plant & equipment	Furniture & fittings	Motor vehicles	Computer equipment	Total
2026								
At cost								
Balance as at 30 June 2025	17,439	118,277	2,781	20,485	15,171	6,006	12,034	192,193
Additions	-	3,000	379	2,323	1,244	437	791	8,174
Disposals	(2,553)	-	-	(542)	(1,726)	(309)	(1,364)	(6,494)
Revaluation	-	-	-	-	-	-	-	-
Transfers	-	611	(667)	5	51	-	-	-
Balance as at 30 June 2026	14,886	121,888	2,493	22,271	14,740	6,134	11,461	193,873
Accumulated depreciation								
Balance as at 30 June 2025	-	58,687	-	11,579	9,025	3,607	8,183	91,081
Disposals	-	-	-	(121)	(1,624)	(276)	(1,169)	(3,190)
Depreciation expense	-	3,443	-	1,418	996	633	1,677	8,167
Balance as at 30 June 2026	-	62,130	-	12,876	8,397	3,964	8,691	96,058
Net book value								
Balance as at 30 June 2026	14,886	59,758	2,493	9,395	6,343	2,170	2,770	97,815

	Land	Buildings & leasehold improvements	Work in progress	Plant & equipment	Furniture & fittings	Motor vehicles	Computer equipment	Total
2025								
At cost								
Balance as at 30 June 2024	13,044	110,322	1,829	17,738	12,765	5,821	10,252	171,771
Additions	4,395	4,620	4,958	2,573	2,287	784	1,904	21,521
Disposals	-	(115)	(4)	(253)	(6)	(599)	(122)	(1,099)
Revaluation	-	-	-	-	-	-	-	-
Transfers		3,450	(4,002)	427	125			-
Balance as at 30 June 2025	17,439	118,277	2,781	20,485	15,171	6,006	12,034	192,193
Accumulated depreciation								
Balance as at 30 June 2024	-	55,495	-	10,370	8,127	3,268	6,612	83,872
Disposals	-	(26)	-	(40)	(1)	(377)	(6)	(450)
Depreciation expense	-	3,218	-	1,249	899	716	1,577	7,659
Balance as at 30 June 2025	-	58,687	-	11,579	9,025	3,607	8,183	91,081
Net book value								
Balance as at 30 June 2025	17,439	59,590	2,781	8,906	6,146	2,399	3,851	101,112

4.6 Property, plant and equipment (continued)

Amana Living Incorporated

	Land	Buildings & leasehold improvements	Work in progress	Plant & equipment	Furniture & fittings	Motor vehicles	Computer equipment	Total
2026								
At cost								
Balance as at 30 June 2025	17,439	118,277	2,781	20,485	15,171	6,006	12,034	192,193
Additions	-	3,000	379	2,323	1,244	437	791	8,174
Disposals	(2,553)	-	-	(542)	(1,726)	(309)	(1,364)	(6,494)
Revaluation	-	-	-	-	-	-	-	-
Transfers	-	611	(667)	5	51	-	-	-
Balance as at 30 June 2026	14,886	121,888	2,493	22,271	14,740	6,134	11,461	193,873
Accumulated depreciation								
Balance as at 30 June 2025	-	58,687	-	11,579	9,025	3,607	8,183	91,081
Disposals	-	-	-	(121)	(1,624)	(276)	(1,169)	(3,190)
Depreciation expense	-	3,443	-	1,418	996	633	1,677	8,167
Balance as at 30 June 2026	-	62,130	-	12,876	8,397	3,964	8,691	96,058
Net book value								
Balance as at 30 June 2026	14,886	59,758	2,493	9,395	6,343	2,170	2,770	97,815

	Land	Buildings & leasehold improvements	Work in progress	Plant & equipment	Furniture & fittings	Motor vehicles	Computer equipment	Total
2025								
At cost								
Balance as at 30 June 2024	13,044	110,322	1,829	17,738	12,765	5,821	10,252	171,771
Additions	4,395	4,620	4,958	2,573	2,287	784	1,904	21,521
Disposals	-	(115)	(4)	(253)	(6)	(599)	(122)	(1.099)
Revaluation	-	-	-	-	-	-	-	-
Transfers	-	3,450	(4,002)	427	125	-	-	-
Balance as at 30 June 2025	17,439	118,277	2,781	20,485	15,171	6,006	12,034	192,193
Accumulated depreciation								
Balance as at 30 June 2024	-	55,495	-	10,370	8,127	3,268	6,612	83,872
Disposals	-	(26)	-	(40)	(1)	(377)	(6)	(450)
Depreciation expense	-	3,218	-	1,249	899	716	1,577	7,659
Balance as at 30 June 2025	-	58,687	-	11,579	9,025	3,607	8,183	91,081
Net book value								
Balance as at 30 June 2025	17,439	59,590	2,781	8,906	6,146	2,399	3,851	101,112

4.6 Property, plant and equipment (continued)

Recognition and measurement

Land is stated at cost. Plant and equipment and leasehold improvements are stated at cost less accumulated depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the item. Depreciation is provided on property, plant and equipment, including freehold buildings but excluding land. Depreciation is calculated on a straight-line basis so as to write down the net cost of each asset over its expected useful life to its estimated residual value. Leasehold improvements are depreciated over the period of the lease or estimated useful life, whichever is the shorter, using the straight-line method.

The following estimated useful lives are used in the calculation of depreciation:

Buildings 5-40 years
Leasehold improvements 2-10 years
Plant and equipment 3-10 years
Furniture and fittings 10 years
Motor vehicles 2-10 years
Computer equipment 3-10 years

The estimated useful lives, residual values and depreciation method are reviewed at the end of each annual reporting period. Where depreciation rates or methods are changed, the change is applied prospectively. The net written down value of the asset is depreciated at the new depreciation rate or in accordance with the new method from the date of the change.

The gain or loss arising on disposal or retirement of an item of property, plant and equipment is the difference between the sale proceeds and the carrying amount of the asset and is recognised in the statement of profit or loss.

At each reporting date, the Group reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indicators exist, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount is reduced to its recoverable amount and an impairment loss is recognised in the statement of profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset or cash-generating unit is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been recorded had no impairment loss been previously recognised. A reversal of an impairment loss is recognised in the statement of profit or loss.

Key estimates and judgements

The Group reviews the estimated useful lives, residual values and depreciation method at the end of each annual reporting period.

4.7 Intangible assets

Recognition and measurement

Internally generated intangible assets include costs that meet the recognition criteria for development costs only, as research costs are expensed as incurred. Development costs include the cost of materials, direct labour and overhead costs that are directly attributable to preparing the asset for its intended use.

Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and impairment losses.

Intangible assets with finite lives are amortised on a straight-line basis over the period of expected future benefits. The estimated useful life of software is 7 years.

The Group assesses at each reporting date, whether there is an indication of impairment. If any indication exists, the Group estimates the asset's recoverable amount.

As of 30 June 2026, the Group did not have any intangible assets.

Key estimates and judgements

The Group reviews the estimated useful lives, residual values, and amortisation methods at the end of each annual reporting period.

4.8 Leases

(a) Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease, when the underlying asset is available for use. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and are adjusted for any remeasurement of lease liabilities. The cost of a right-of-use asset includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Right-of-use assets are depreciated over the useful life of the asset. If there is no reasonable certainty that the Group will obtain ownership by the end of the lease term, the right-of-use asset is depreciated over the shorter of the estimated useful life of the asset and the lease term. Right-of-use assets are subject to impairment.

The Group has lease contracts for buildings and office equipment used in its operations. Leases of buildings generally have lease terms between 2 and 5 years, while office equipment generally have lease terms of 5 years. Some property leases contain extension options exercisable by the Group. The Group assesses at lease commencement date whether it is reasonably certain to exercise the extension options. Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

(a) Right-of-use assets (continued)

	Consolidated		
2026	**Buildings $000's**	**Office equipment $000's**	**Total $000's**
At cost			
Balance as at 1 July 2025	5,119	4,876	9,995
Additions	-	-	-
Balance as at 30 June 2026	5,119	4,876	9,995
Accumulated depreciation			
Balance as at 1 July 2025	1,884	2,522	4,406
Depreciation for the year	1,057	834	1,891
Balance as at 30 June 2026	2,941	3,356	6,297
Net book value as at 30 June 2026	2,178	1,520	3,698
2025			
At cost			
Balance as at 1 July 2024	1,707	4,876	6,583
Additions	3,412	-	3,412
Balance as at 30 June 2025	5,119	4,876	9,995
Accumulated depreciation			
Balance as at 1 July 2024	880	1,689	2,569
Depreciation for the year	1,004	833	1,837
Balance as at 30 June 2025	1,884	2,522	4,406
Net book value as at 30 June 2025	3,235	2,354	5,589

	Amana Living Inc.		
2026	**Buildings $000's**	**Office equipment $000's**	**Total $000's**
At cost			
Balance as at 1 July 2025	5,119	4,876	9,995
Additions	-	-	-
Balance as at 30 June 2026	5,119	4,876	9,995
Accumulated depreciation			
Balance as at 1 July 2025	1,884	2,522	4,406
Depreciation for the year	1,057	834	1,891
Balance as at 30 June 2026	2,941	3,356	6,297
Net book value as at 30 June 2026	2,178	1,520	3,698

(a) Right-of-use assets (continued)

2025			
At cost			
Balance as at 1 July 2024	1,707	4,876	6,583
Additions	3,412	-	3,412
Balance as at 30 June 2025	5,119	4,876	9,995
Accumulated depreciation			
Balance as at 1 July 2024	880	1,689	2,569
Depreciation for the year	1,004	833	1,837
Balance as at 30 June 2025	1,884	2,522	4,406
Net book value as at 30 June 2025	3,235	2,354	5,589

(b) Lease liabilities

At the commencement of the lease, the Group recognises lease liabilities which are measured at the present value of lease payments to be made over the term. The lease payments comprise fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating a lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expense in the period in which the event or condition that triggers the payment occurs.

When calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. The carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

The carrying amounts of lease liabilities and the movements are set out below. Future lease payments are disclosed for each of the following periods:

	Consolidated		**Amana Living Inc.**	
	2026 $000's	**2025 $000's**	**2026 $000's**	**2025 $000's**
Balance at beginning of the year	6,069	4,345	6,069	4,345
Additions	-	3,412	-	3,412
Payments	(2,214)	(2,071)	(2,214)	(2,071)
Accretion of interest	300	383	300	383
Balance at the end of the year	4,155	6,069	4,155	6,069
Less than one year	1,697	2,118	1,697	2,118
One to five years	2,458	3,951	2,458	3,951
More than five years	-	-	-	-
Balance at the end of the year	4,155	6,069	4,155	6,069

(c) Future lease payments

The total of future lease payments (including those lease payments that are not included in the measurement of the lease liability, e.g. for short-term lease payments and leases of low-value items) are disclosed for each of the following periods.

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Less than one year	1,714	2,150	1,714	2,150
One to five years	2,857	4,554	2,857	4,554
More than five years	-		-	-
Balance at the end of the year	4,571	6,704	4,571	6,704

(d) Short-term leases and leases of low-value assets

The Group applies exemptions and does not recognise short-term leases of building and office equipment which have a term of 12 months or less and do not contain a purchase option or leases of office equipment that are considered low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense over the lease term in accordance with the terms of the contract.

Expenses relating to short term leases amounted to $16,604 during the year ended 30 June 2026 (30 June 2025: $31,842).

Key estimates and judgements

Management applies judgement in determining whether it is reasonably certain that lease extensions and termination options will be exercised in determining the lease term.

4.9 Trade and other payables

		Consolidated		Amana Living Inc.	
		2026 $000's	2025 $000's	2026 $000's	2025 $000's
Trade and other payables		13,032	14,483	13,049	14,494
Contract liabilities					
- Unspent client funds		1,526	2,583	1,526	2,583
- Grant funding received in advance		1,808	197	1,808	197
- Fees received in advance		2,111	872	2,111	872
- Deferred revenue		3,532	3,317	3,532	3,317
Liabilities held for sale	4.13	(1,271)	(1,121)	(1,271)	(1,121)
		20,738	20,331	20,755	20,342

Recognition and measurement

Trade and other payables

Liabilities for trade and other payables are initially recognised at fair value when goods and services are received. These liabilities are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the statement of profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Contract liabilities

Unspent client funds represent the total amount of subsidy, supplement and fees paid to a provider that have not been spent or committed to a client's care. These funds are recognised as revenue when the clients utilise the funds to meet their care needs. Any unspent client funds are disbursed on discharge.

Grant funding received in advance represents the unutilised amount of funding or grants received on the condition that specified services are delivered or conditions are fulfilled. Ordinarily, the services are provided, or the conditions are satisfied within twelve months of the receipt of the funding or grant contributions. Any unutilised funding is returned to the Government at the expiry of the contract period.

Fees received in advance of the performance of aged care and home care services are recognised as revenue as services are performed.

Deferred revenue represents the difference between revenue recognised over the expected length of stay of a village resident in accordance with note 3.1 and the rate at which the revenue accrues under the contractual arrangement.

Liabilities held for sale

The Group has decided to divest from an investment property and, in accordance with the requirements of AASB5 Non-current Assets Held for Sale and Discontinued Operations, have classified this property as assets held for sale. An active sale program is underway and it is expected that sales will be completed within one year. Liabilities related to such assets have been classified as Liabilities Held for sale (Note 4.13).

4.10 Refundable accommodation deposits

	Consolidated		Amana Living Inc.	
	2026 $000's	**2025 $000's**	**2026 $000's**	**2025 $000's**
Estimated settlement – next 12 months	25,899	24,708	25,899	24,708
Estimated settlement – over 12 months	97,909	88,811	97,909	88,811
	123,808	113,519	123,808	113,519

Recognition and measurement

RADs, referred to as accommodation bonds prior to 1 July 2014, are paid by some residents of aged care facilities.

Residents will have the option of paying a Refundable Accommodation Deposit (RAD), a Daily Accommodation Payments (DAP) or using a mix of RAD and DAP, with the choice impacted by the Maximum Permissible Interest Rate (MPIR). RADs and DAPs are agreed between the resident and the Group, and the resident has 28 days to elect their choice of payment method. RADs are treated as liabilities at amortised cost.

RADs are recorded at face value in accordance with the resident's agreement and any other amounts deducted from them at the election of the resident. RADs are non-interest-bearing liabilities and the net amount due is repayable on demand.

The fair value of RADs is not less than the amount payable on demand. The Group does not have an unconditional right to defer settlements for a period greater than twelve months. History suggests that a resident in an aged care facility for an average of two years. The Group anticipates that it will repay approximately $25,899,000 of RADs in the next twelve months. RADs are de-recognised when the obligation under the liability is discharged.

4.10 Refundable accommodation deposits (continued)

RAD refunds are guaranteed by the Federal Government under the prudential standards legislation. Providers are required to have sufficient liquidity to ensure they can refund RAD / accommodation bond balances as they fall due in the following twelve months.

Key estimates and judgements

Based on historical experience, management estimates that only a portion of the balance shown will become due in the next 12 months.

4.11 Other liabilities

		Consolidated		Amana Living Inc.	
		2026 $000's	2025 $000's	2026 $000's	2025 $000's
Ingoing contributions - at fair value		150,514	134,864	150,514	134,864
Ingoing contributions - other		13,782	13,457	13,782	13,457
Changes in fair value - ingoing contributions		10,146	13,107	10,146	13,107
Total ingoing contributions	(a)	174,442	161,428	174,442	161,428
Liabilities held for sale	4.13	(25,498)	(22,955)	(25,498)	(22,955)
Less: deferred management fees receivable		(28,396)	(27,025)	(28,396)	(27,025)
		120,548	111,448	120,548	111,448
Interest free loans		3,528	3,926	3,528	3,926
Reserve fund		6,978	6,378	6,978	6,378
Other resident funds		217	218	276	277
		131,271	121,970	131,330	122,029
(a) Ingoing contributions					
Estimated settlement – next 12 months		50,424	13,463	50,424	13,463
Estimated settlement – over 12 months		124,018	147,965	124,018	147,965
		174,442	161,428	174,442	161,428

Recognition and measurement

Ingoing contributions at fair value relate to the lease for life villages and represent the refundable entry contributions received from residents. Where stipulated in the resident contract, the refundable entry contribution plus any change in the fair value of the unit at the exit date, less deferred management fees and other charges is paid to the resident upon the sale of the unit.

Ingoing contributions at fair value are classified as financial liabilities at fair value through profit or loss and any fair value adjustments are recognised in the statement of profit or loss. The liability is presented net of deferred management fees accrued as the Group has a legal right of offset.

Other ingoing contributions consist of the amortised balance of non-refundable village entry contributions (refer note 3.1) and refundable entry contributions. Any applicable deferred management fees are deducted from the refundable entry contribution after the resident's exit.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability.

The difference in the respective carrying amounts is recognised in the statement of profit or loss.

4.11 Other liabilities (continued)

Interest free loans are loans extended by village residents to the Group on an interest free basis. These loans are repaid once the resident vacates the unit.

Reserve fund represents resident contributions for repairs, replacements, maintenance and renovations within a retirement village which are not otherwise payable out of operating costs or by residents.

Key estimates and judgements

Based on historical experience, management expects that only a portion of the ingoing contributions will become due in the next 12 months.

Ingoing contributions are valued on the same basis as investment properties. Refer to note 4.5 for details of the estimates and judgements applied.

Liabilities held for sale

The Group has decided to divest from an investment property and, in accordance with the requirements of AASB5 Non-current Assets Held for Sale and Discontinued Operations, have classified this property as assets held for sale. An active sale program is underway and it is expected that sales will be completed within one year. (Note 4.13).

Other

The Group has a line of credit facility which secured by a fixed and floating charge over all present and future assets of the Group.

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Line of credit facility	4,500	4,500	4,500	4,500
Facilities not utilised at reporting date	4,500	4,500	4,500	4,500

4.12 Provisions

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Employee benefits	18,330	16,648	18,330	16,648
Make good provision	120	137	120	137
	18,450	16,785	18,450	16,785
Estimated settlement - next 12 months	18,053	16,494	18,053	16,494
Estimated settlement - over 12 months	397	291	397	291
	18,450	16,785	18,450	16,785

4.12 Provisions (continued)

A reconciliation for each class of Provision is provided below:

	Employee Benefits	Restoration of Leased Properties	Total
	$000's	**$000's**	**$000's**
Balance at the beginning of the year	16,648	137	16,785
Provisions made during the year	14,119	-	14,119
Provisions used during the year	(12,437)	(17)	(12,454)
Provisions reversed during the year	-	-	-
Balance at the end of the year	18,330	120	18,450

Recognition and measurement

Employee benefits

Provision is made for employee benefits accumulated as a result of employees rendering services up to the end of the reporting period. These benefits include wages, salaries, annual leave and long-service leave.

Liabilities in respect of services rendered that are not expected to be wholly settled within one year after the end of the reporting period in which the employees render the related services are recognised as long-term employee benefits. They are measured at the present value of the estimated future cash outflows to be made by the Group in respect of services provided by employees up to the reporting date.

Restoration of leased properties

In accordance with AASB 16 Leases, the Group recognises a make good provision as part of the asset cost for leased premises. The provision is reviewed annually and re-measured if required.

Key estimates and judgements

Employee benefits

Long service leave is measured at the present value of the benefits accumulated up to the end of the reporting period. The liability is discounted using an appropriate discount rate. Management requires judgement to determine the key assumptions used in the calculation of future increases in salaries and wages, future on-cost rates and future settlement dates of employee departures.

4.13 Assets/(Liabilities) held for sale

	Assets held for Sale	Liabilities held for Sale			
	Investment Property	Other Liabilities	Trade and other payables	Liabilities Subtotal	Total
2026					
At cost					
Balance as at 30 June 2025	30,595	(22,955)	(1,121)	(24,076)	6,519
Additions	6	1,460	(150)	1,310	1,316
Disposals	(730)	57	-	57	(673)
Revaluation	2,715	(4,060)	-	(4,060)	(1,345)
Balance as at 30 June 2026	32,586	(25,498)	(1,271)	(26,769)	5,817

The Group has decided to divest one investment property and, in accordance with the requirements of AASB5 Non-current Assets Held for Sale and Discontinued Operations, have classified this property as assets held for sale. An active sale program is underway and it is expected that sales will be completed within one year.

Section 5: Other items

5.1 Retained earnings

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
Balance at beginning of financial year	139,542	128,214	139,120	127,699
Profit/ (Loss) for the year	(1,217)	11,328	(1,232)	11,421
Distribution to Operating Village	-	-	-	-
Balance at end of financial year	138,325	139,542	137,888	139,120

5.2 Movement in reserves

	Consolidated		Amana Living Inc.	
	2026 $000's	2025 $000's	2026 $000's	2025 $000's
(a) Reserve comprises				
General	2,306	2,306	2,306	2,306
Specific purpose donations	322	310	322	310
Fair value reserve of financial assets at FVOCI	7,535	5,873	7,535	5,873
	10,163	8,489	10,163	8,489
(b) Movements in reserves:				
i) General reserve	2,306	2,306	2,306	2,306

The general reserve is used from time to time to transfer profits from retained earnings. There is no policy of regular transfer.

5.2 Movements in reserves (continued)

ii) Specific purpose donations

Balance at beginning of financial year	310	296	310	296
Transfer from earnings	12	14	12	14
Balance at end of financial year	322	310	322	310

The specific purpose donation comprises care centre specific donations and is used to fund purchases for residents.

iii) Fair value reserve of financial assets at FVOCI

Balance at beginning of financial year	5,873	4,253	5,873	4,253
Changes in fair value of financial assets	1,662	1,620	1,662	1,620
Balance at end of financial year	7,535	5,873	7,535	5,873

6. Commitment of capital

	Consolidated		Amana Living Inc.	
	2026 $000's	**2025 $000's**	**2026 $000's**	**2025 $000's**
Property, plant and equipment				
Not later than 1 year	18,629	18,726	18,629	27,506
Later than one year but not later than five years		-		-

Commitments relate to Total Catering Solutions operational readiness of new site, finalising lifecycle replacement programme and other refurbishment projects.

7. Subsidiaries

The consolidated financial statements include Amana Living Incorporated, and its wholly owned subsidiary, Amana Living Anglican Foundation. All intercompany transactions as disclosed in note 8 have been eliminated in full on consolidation.

8. Related party disclosures

	Amana Living Inc.	
	2026 $000's	**2025 $000's**
Disbursement from subsidiary	2	100
Intercompany receivable at year end	15	11

The Members of the Board of Directors of Amana Living Incorporated during the year were:

Ms Sue Wilson (Chair) resigned 26 March 2026
Ms. Elizabeth Carr AM (Chair) appointed 26 March 2026
Mr Tim Urquhart (Deputy Chair)
Ms Jennifer Delany Vaessen (Treasurer)
Mr Ian Thubron
Dr. Gail Ross-Adjie
Dr. Michael Gannon
Mr Robert Breden
Dr. Amanda Boudville
Ms Julie Harrison
Ven. Katherine Barrett-Lennard

Remuneration was not paid to members of the Board from either Amana Living Incorporated or Amana Living Anglican Foundation Incorporated.

Directors of Amana Living Inc have interests in other entities either as members of the Board of Directors, Trustee or as Senior management. Related party transactions include payments to Anglicare Australia $86,186 and Perth Diocesan Trustees $592,880 for various fees and services. These transactions are undertaken for day-to-day business operations and at market terms.

9. Auditors' remuneration

	2026 $000's	2025 $000's
Audit Services		
Auditors of the Group – Grant Thornton		
Audit of Financial Statements – ALI	120	103
Audit of Financial Statements – ALAF	-	4
Audit of Financial Statements – Villages	11	15
Audit of Financial Statements – Group	131	123
Assurance Services		
Auditors of the Group- Grant Thornton		
Regulatory Assurance Services (Prudential Compliance)	8	8
Total Audit fees	139	131

10. Key Management personnel compensation

Key management personnel compensation comprises short-term employee benefits, post-employment benefits, and termination benefits if applicable.

	Consolidated	
	2026 $000's	2025 $000's
Total Key Management personnel compensation	2,139	1,914

11. Contingent liabilities

At 30 June 2026, the Group had no contingent liabilities.

12. Additional information

During the year, a decision was made to exit the vocational, education and training sector which resulted in the Amana Living Training Institute ceasing operations on 26 June 2026. The wind down was completed with support from the Department of Training and Workforce Development and students either completing their qualification or transitioning to an alternative registered training organisation.

Amana Living Incorporated is an incorporated body that operates in Western Australia.

Registered Office and Principal Place of Business:
541 Hay Street, Subiaco WA 6008
Tel: (08) 9424 6300

13. Subsequent events

At the date of this report there are no significant subsequent events.

Directors' Declaration

In the opinion of the Board of Directors of Amana Living Incorporated (the Entity):

(a) the consolidated financial statements and notes of the Group are in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012* (Cth) and reporting requirements under the *Associations Incorporations Act 2015* (WA), including:

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

  (j) complying with Australian Accounting Standards – Simplified Disclosure Requirements, the *Australian Charities and Not-for-Profits Commission Regulation 2022* (Cth) and the *Associations Incorporations Act 2015* (WA); and

(b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they fall due and payable.

Signed for and on behalf of the Board of Directors in accordance with a resolution of the Board.

Ms Elizabeth Carr AM
Chair

Ms Jennifer Delany Vaessen
Treasurer

Date: 30 September 2026

Perth WA

Grant Thornton Audit Pty Ltd
Level 43 Central Park
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Perth WA 6000
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Independent Auditor's Report

To the Board of Amana Living Incorporated

Report on the audit of the financial report

Opinion

We have audited the financial report of Amana Living Incorporated (the "Registered Entity") and its subsidiary ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2026, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and the Directors' declaration.

In our opinion, the financial report of Amana Living Incorporated has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

a giving a true and fair view of the Registered Entity'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 Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2022*. The Associations Incorporation Act 2015 and other statutory requirements including Accountability Principles 2014 pursuant to the Aged Care Act 2024.

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

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

Responsibilities of the Directors for the financial report

The Directors of the Registered Entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, the Associations Incorporation Act 2015 and other statutory requirements including the Accountability Principles 2014 pursuant to the Aged Care Act 2024, and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

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

Auditor's responsibilities for the audit of the financial report

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

As part of an audit in accordance with 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 Registered Entity'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 Registered Entity'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 Registered Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

Grant Thornton

Grant Thornton Audit Pty Ltd
Chartered Accountants

C A Becker
Partner – Audit & Assurance

Perth, 30 September 2026

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Auditor's Independence Declaration

To the Directors of Amana Living Incorporated

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, as lead auditor for the audit of Amana Living Incorporated for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

Grant Thornton Audit Pty Ltd
Chartered Accountants

C A Becker
Perth – Audit & Assurance

Perth, 30 September 2026

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