

# **Greater Sydney Conference of Seventh-day Adventists**

## **Financial Statements**

**For the Year Ended 31 December 2025**

# Greater Sydney Conference of Seventh-day Adventists

For the Year Ended 31 December 2025

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# Greater Sydney Conference of Seventh-day Adventists

## Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 December 2025

|                                                                            | Note | 2025<br>\$          | 2024<br>\$          |
|----------------------------------------------------------------------------|------|---------------------|---------------------|
| <b>Revenue recognised under AASB 15</b>                                    |      |                     |                     |
| Property usage fee income                                                  |      | 5,143,700           | 5,058,687           |
| Rental income                                                              |      | 897,307             | 759,911             |
| Gain/(Loss) on disposal of assets                                          | 6    | 789,576             | (8,803)             |
| <b>Total revenue recognised under AASB 15</b>                              |      | <b>6,830,583</b>    | <b>5,809,795</b>    |
| <b>Revenue recognised under AASB 1058</b>                                  |      |                     |                     |
| Appropriations received                                                    | 7    | 1,923,343           | 1,118,301           |
| Deductible gift recipient income                                           |      | 208,523             | 205,057             |
| <b>Total revenue recognised under AASB 1058</b>                            |      | <b>2,131,866</b>    | <b>1,323,358</b>    |
| Investment income                                                          | 5    | 1,858,738           | 2,060,076           |
| Investment earnings                                                        |      | 550,946             | 359,926             |
| Net (loss)/gain arising on investment at fair value through profit or loss | 12   | (3,785)             | 69,789              |
| Other income                                                               |      | 1,122,348           | 5,925               |
| <b>Total revenue</b>                                                       |      | <b>12,490,696</b>   | <b>9,628,869</b>    |
| <b>Expense</b>                                                             |      |                     |                     |
| Appropriations given                                                       |      | (4,578,969)         | (5,310,927)         |
| Deductible gift recipient expenses                                         |      | (69,038)            | (102,441)           |
| Session expenses                                                           |      | (22,189)            | -                   |
| Property expenses                                                          |      | (5,763,895)         | (5,576,805)         |
| Finance costs                                                              |      | (1,252,006)         | (1,239,015)         |
| Other expenses                                                             | 8    | (121,860)           | (43,191)            |
| <b>Total expense</b>                                                       |      | <b>(11,807,957)</b> | <b>(12,272,379)</b> |
| <b>Surplus before income tax</b>                                           |      | <b>682,739</b>      | <b>(2,643,510)</b>  |
| Income tax                                                                 | 4    | -                   | -                   |
| <b>Net surplus after income tax</b>                                        |      | <b>682,739</b>      | <b>(2,643,510)</b>  |
| Other comprehensive income                                                 |      | -                   | -                   |
| <b>Total comprehensive income for the year</b>                             |      | <b>682,739</b>      | <b>(2,643,510)</b>  |

The financial statements should be read in conjunction with the accompanying notes.

# Greater Sydney Conference of Seventh-day Adventists

## Statement of Financial Position

As At 31 December 2025

|                                      | Note | 2025<br>\$         | 2024<br>\$         |
|--------------------------------------|------|--------------------|--------------------|
| <b>ASSETS</b>                        |      |                    |                    |
| <b>Current assets</b>                |      |                    |                    |
| Cash and cash equivalents            | 10   | 40,459,935         | 39,538,973         |
| Cash held for agency                 | 20   | 3,291,255          | 4,558,457          |
| Trade and other receivables          | 11   | 3,047,389          | 2,040,490          |
| Other assets                         | 13   | 180,638            | 61,634             |
| Assets held for sale                 | 14   | -                  | 359,197            |
| <b>Total current assets</b>          |      | <b>46,979,217</b>  | <b>46,558,751</b>  |
| <b>Non-current assets</b>            |      |                    |                    |
| Trade and other receivables          | 11   | 14,142,082         | 15,692,887         |
| Investment property                  | 15   | 5,066,514          | 5,074,514          |
| Financial instruments                | 12   | 9,221,576          | 8,843,325          |
| Land, improvements and buildings     | 16   | 172,961,817        | 175,752,690        |
| <b>Total non-current assets</b>      |      | <b>201,391,989</b> | <b>205,363,416</b> |
| <b>TOTAL ASSETS</b>                  |      | <b>248,371,206</b> | <b>251,922,167</b> |
| <b>LIABILITIES</b>                   |      |                    |                    |
| <b>Current liabilities</b>           |      |                    |                    |
| Trade and other payables             | 18   | 2,017,180          | 2,726,458          |
| Financial liabilities                | 19   | 1,777,935          | 1,939,583          |
| Other liabilities                    | 20   | 3,291,255          | 4,558,457          |
| <b>Total current liabilities</b>     |      | <b>7,086,370</b>   | <b>9,224,498</b>   |
| <b>Non-current liabilities</b>       |      |                    |                    |
| Trade and other payables             | 18   | 96,835,680         | 97,411,655         |
| Financial liabilities                | 19   | 13,862,449         | 15,382,050         |
| <b>Total non-current liabilities</b> |      | <b>110,698,129</b> | <b>112,793,705</b> |
| <b>TOTAL LIABILITIES</b>             |      | <b>117,784,499</b> | <b>122,018,203</b> |
| <b>NET ASSETS</b>                    |      | <b>130,586,708</b> | <b>129,903,964</b> |
| <b>EQUITY</b>                        |      |                    |                    |
| Reserves                             | 21   | 6,316,340          | 6,077,263          |
| Denominational equity                | 22   | 124,270,368        | 123,826,701        |
| <b>TOTAL EQUITY</b>                  |      | <b>130,586,708</b> | <b>129,903,964</b> |

The financial statements should be read in conjunction with the accompanying notes.

# Greater Sydney Conference of Seventh-day Adventists

## Statement of Changes in Equity For the Year Ended 31 December 2025

|                                         | Denominational<br>equity | Fixed Assets<br>Replacement<br>Reserve | Deductible<br>Gifts Reserve | Total              |
|-----------------------------------------|--------------------------|----------------------------------------|-----------------------------|--------------------|
|                                         | \$                       | \$                                     | \$                          | \$                 |
| Balance at 1 January 2025               | 123,826,701              | 5,350,459                              | 726,804                     | 129,903,964        |
| Total comprehensive income for the year | 682,739                  | -                                      | -                           | 682,739            |
| Transfers to and from reserves          | (239,074)                | 98,759                                 | 140,315                     | -                  |
| <b>Balance at 31 December 2025</b>      | <b>124,270,366</b>       | <b>5,449,218</b>                       | <b>867,119</b>              | <b>130,586,708</b> |

|                                         | Denominational<br>equity | Fixed Assets<br>Replacement<br>Reserve | Deductible<br>Gifts Reserve | Total              |
|-----------------------------------------|--------------------------|----------------------------------------|-----------------------------|--------------------|
|                                         | \$                       | \$                                     | \$                          | \$                 |
| Balance at 1 January 2024               | 126,688,808              | 5,234,479                              | 624,187                     | 132,547,474        |
| Total comprehensive income for the year | (2,643,510)              | -                                      | -                           | (2,643,510)        |
| Transfers to and from reserves          | (218,597)                | 115,980                                | 102,617                     | -                  |
| <b>Balance at 31 December 2024</b>      | <b>123,826,701</b>       | <b>5,350,459</b>                       | <b>726,804</b>              | <b>129,903,964</b> |

The financial statements should be read in conjunction with the accompanying notes.

# Greater Sydney Conference of Seventh-day Adventists

## Statement of Cash Flows

For the Year Ended 31 December 2025

|                                                            | Note | 2025<br>\$         | 2024<br>\$         |
|------------------------------------------------------------|------|--------------------|--------------------|
| <b>Cash flows from operating activities:</b>               |      |                    |                    |
| Receipts from donors, customers and others                 |      | 14,164,156         | 12,559,049         |
| Payments to suppliers and others                           |      | (12,154,047)       | (10,151,218)       |
| Interest received                                          |      | 2,405,899          | 2,489,791          |
| Finance costs                                              |      | (1,252,006)        | (1,239,015)        |
| <b>Net cash provided by operating activities</b>           |      | <b>3,164,002</b>   | <b>3,658,607</b>   |
| <b>Cash flows from investing activities:</b>               |      |                    |                    |
| Payments to acquire land, improvements and buildings       |      | (2,661,684)        | (5,801,889)        |
| Proceeds for land, improvements and buildings              |      | 789,576            | -                  |
| Payment to acquire financial assets                        |      | (378,251)          | (396,127)          |
| Loan repayments received                                   |      | 2,264,543          | 2,762,039          |
| <b>Net cash provided by/(used in) investing activities</b> |      | <b>14,184</b>      | <b>(3,435,977)</b> |
| <b>Cash flows from financing activities:</b>               |      |                    |                    |
| Repayment of borrowings                                    |      | (1,519,601)        | (1,984,061)        |
| Additions to borrowings                                    |      | (737,623)          | 2,724,539          |
| <b>Net cash (used in)/provided by financing activities</b> |      | <b>(2,257,224)</b> | <b>740,478</b>     |
| <b>Net cash increase in cash and cash equivalents</b>      |      | <b>920,962</b>     | <b>963,108</b>     |
| Cash and cash equivalents at beginning of year             |      | 39,538,973         | 38,575,865         |
| <b>Cash and cash equivalents at end of year</b>            | 10   | <b>40,459,935</b>  | <b>39,538,973</b>  |

The financial statements should be read in conjunction with the accompanying notes.

# **Greater Sydney Conference of Seventh-day Adventists**

## **Notes to the Financial Statements**

**For the Year Ended 31 December 2025**

### **1 General information and scope of activities**

These financial statements reflect property and activities which have not been delegated by the Executive Committee of the Greater Sydney Conference of Seventh-day Adventists ("the Conference") to any of its affiliated entities. Legal title to such property is held by Australasian Conference Association Limited (ACA) on behalf of the Conference. These financial statements cover properties held by the Conference pertaining to Aged Care, Church and School activities.

These financial statements are General Purpose - Simplified Disclosures financial statements that have been prepared in accordance with Australian Charities and Not-for-profits Commission Act 2012, Australian Accounting Standards – Simplified Disclosures and the interpretations of the Australian Accounting Standards Board.

The Greater Sydney Conference of Seventh-day Adventists is a not-for-profit entity for the purpose of preparing the financial statements and domiciled in Australia.

The financial report is presented in Australian currency.

The financial report was authorised for issue on by the Responsible Entities.

#### **Statement of compliance**

The Conference does not have 'public accountability' as defined in AASB 1053 Application of Tiers of Australian Accounting Standards and is therefore eligible to apply the 'Tier 2' reporting framework under Australian Accounting Standards.

The financial statements comply with the recognition and measurement requirements of Australian Accounting Standards, the presentation requirements in those Standards as modified by AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities (AASB 1060) and the disclosure requirements in AASB 1060. Accordingly, the financial statements comply with Australian Accounting Standards – Simplified Disclosures.

### **2 Change in accounting policies**

#### **New and amended standards adopted**

The Conference has adopted all of the new, revised or amended accounting standards and interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any material impact on the financial performance or position of the Conference in either the current or prior financial reporting periods.

#### **New and revised standards and interpretations that are issued but not yet effective**

A number of new and revised standards became effective for the first time to annual periods beginning on or after 1 January 2025. New and revised standards and interpretations that are issued but not yet effective are not expected to have any significant impact on the financial performance or position of the Conference.

**Greater Sydney Conference of Seventh-day Adventists**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**3 Accounting policies**

**(a) General information**

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

The material accounting policies that have been used in the preparation of these financial statements are summarised below.

The financial statements have been prepared using the measurement bases specified by Australian Accounting Standards for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies below.

**(b) Going Concern**

The financial report has been prepared on the going concern basis.

**(c) Comparative figures**

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

**(d) Cash and cash equivalents**

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

**(e) Financial instruments**

**Recognition, initial measurement and derecognition**

Financial assets and financial liabilities are recognised when the Conference becomes party to the contractual provisions of the financial instrument, and are measured initially at fair value adjusted by transaction costs, except for those carried at fair value through profit or loss, which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities are described below.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

**Classification and subsequent measurement of financial assets**

Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price in accordance with AASB 15, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

For the purpose of subsequent measurement, financial assets other than those designated and effective as hedging instruments are classified into the following categories upon initial recognition:

- amortised costs;

**Greater Sydney Conference of Seventh-day Adventists**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**3 Accounting policies (continued)**

**(e) Financial instruments (continued)**

**Classification and subsequent measurement of financial assets (continued)**

- fair value through profit or loss (FVPL);
- equity instruments at fair value through other comprehensive income (FVOCI); and
- debt instruments at fair value through other comprehensive income (FVOCI).

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables which is presented within other expenses.

Classifications are determined by both:

- the entities business model for managing the financial asset; and
- the contractual cash flow characteristics of the financial assets.

**Subsequent measurement financial assets**

***Financial assets at amortised cost***

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVPL):

- they are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows; and
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial. The Conference's cash and cash equivalents, trade and most other receivables fall into this category of financial instruments as well as government bonds that are classified under AASB 9.

***Financial assets at fair value through profit or loss (FVPL)***

Financial assets that are held within a different business model other than 'hold to collect' or 'hold to collect and sell' are categorised at fair value through profit and loss. Further, irrespective of business model financial assets whose contractual cash flows are not solely payments of principal and interest are accounted for at FVPL. All derivative financial instruments fall into this category, except for those designated and effective as hedging instruments, for which the hedge accounting requirements apply (see below).

***Equity instruments at fair value through other comprehensive income (Equity FVOCI)***

Investments in equity instruments that are not held for trading are eligible for an irrevocable election at inception to be measured at FVOCI. Under Equity FVOCI, subsequent movements in fair value are recognised in other comprehensive income and are never reclassified to profit or loss. Dividends from

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 3 Accounting policies (continued)

#### (e) Financial instruments (continued)

##### **Classification and subsequent measurement of financial assets (continued)**

these investments continue to be recorded as other income within the profit or loss unless the dividend clearly represents return of capital.

##### ***Debt instruments at fair value through other comprehensive income (Debt FVOCI)***

Financial assets with contractual cash flows representing solely payments of principal and interest and held within a business model of collecting the contractual cash flows and selling the assets are accounted for at debt FVOCI.

Any gains or losses recognised in Other Comprehensive Income will be reclassified to profit or loss upon derecognition of the asset. This category includes corporate bonds corporate bonds that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss.

##### **Impairment of Financial assets**

AASB 9's impairment requirements use more forward looking information to recognize expected credit losses – the 'expected credit losses (ECL) model'. Instruments within the scope of the new requirements included loans and other debt-type financial assets measured at amortised cost and FVOCI, trade receivables, contract assets recognised and measured under AASB 15 and loan commitments and some financial guarantee contracts (for the issuer) that are not measured at fair value through profit or loss.

The Conference considers a broader range of information when assessing credit risk and measuring expected credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

In applying this forward-looking approach, a distinction is made between:

- financial instruments that have not deteriorated significantly in credit quality since initial recognition or that have low credit risk ('Stage 1'); and
- financial instruments that have deteriorated significantly in credit quality since initial recognition and whose credit risk is not low ('Stage 2').

'Stage 3' would cover financial assets that have objective evidence of impairment at the reporting date.

'12-month expected credit losses' are recognised for the first category while 'lifetime expected credit losses' are recognised for the second category.

Measurement of the expected credit losses is determined by a probability-weighted estimate of credit losses over the expected life of the financial instrument.

##### **Trade and other receivables**

The Conference makes use of a simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Conference uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix. The Conference assesses impairment of trade receivables on a collective basis as they

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 3 Accounting policies (continued)

#### (e) Financial instruments (continued)

##### **Classification and subsequent measurement of financial assets (continued)**

possess credit risk characteristics based on age of the debt.

##### **Classification and measurement of financial liabilities**

The Conference's financial liabilities include borrowings, trade and other payables and derivative financial instruments.

Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs unless the Conference designated a financial liability at fair value through profit or loss.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss (other than derivative financial instruments that are designated and effective as hedging instruments).

All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

#### (f) Investment property

##### **Recognition, initial measurement and derecognition**

Investment Property is recognised initially at its cost. After initial recognition, the Conference has applied the cost model.

##### **Subsequent costs**

Costs incurred on investment properties subsequent to initial acquisition are capitalised when it is probable that the future economic benefits in excess of the original assessed performance will flow to the Conference and the cost of the item can be measured reliably. All other costs are recognised in the Statement of profit or loss and other comprehensive income as an expense as incurred.

#### (g) Land, improvements and buildings

Each class of land, improvements and buildings are carried at cost less, where applicable, any accumulated depreciation and impairment losses.

Items of land, improvements and buildings are not capitalised unless their values exceed \$1,000 per item or \$1,000 per sub-class.

##### **Depreciation**

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the Conference 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.

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 3 Accounting policies (continued)

#### (g) Land, improvements and buildings (continued)

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

| Class of Asset | Depreciation Rates |
|----------------|--------------------|
| Buildings      | 2 - 50%            |
| Improvements   | 2 - 15%            |

#### (h) Impairment of assets

At each reporting date, the Conference 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, 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 and Other Comprehensive Income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Conference estimates the recoverable amount of the cash-generating unit to which the asset belongs or the depreciable replacement cost thereof.

#### (i) Leases

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

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

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

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

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

#### (j) Revenue

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Conference expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

**Greater Sydney Conference of Seventh-day Adventists**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**3 Accounting policies (continued)**

**(j) Revenue (continued)**

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

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 of the Conference have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

In cases where there is an "enforceable" contract with a customer with "sufficiently specific" performance obligations, the transaction is accounted for under AASB 15 where income is recognised as or when the performance obligations are satisfied. In all other cases, the transaction is accounted for under AASB 1058 where income is recognised upon receipt.

The recognition of the revenue types are as follows:

**Revenue recognised under AASB 15**

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from rendering of services is recognised upon the delivery of the service to the customers.

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

Grant income arising from an agreement which contains enforceable and sufficiently specific performance obligations is recognised when each performance obligation is satisfied.

Within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract. Where control is transferred over time, generally the revenue is recognised based on either cost or time incurred which best reflects the transfer of control.

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 3 Accounting policies (continued)

#### (j) Revenue (continued)

##### Revenue recognised under AASB 1058

##### *Other grant income*

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 maybe property which has been donated or sold to the Conference at significantly below its fair value.

Once the asset has been recognised, the Conference recognises any related liability amounts (e.g. provisions, financial liabilities).

Once the assets and liabilities have been recognised then income is recognised for any difference between the recorded asset and liability.

##### *Donations and bequests*

Donations and bequests collected are recognised as revenue when the Conference gains control of the asset. Revenue from bequests comprising shares or other property are recognised at fair value, being the market value of the shares or property at the date the Conference becomes legally entitled to the shares or property. Subsequently these assets are measured in accordance with the accounting policies adopted by the Conference for that type of asset.

##### *In-kind donations*

Services donated by volunteers, goods and facilities donated are included at the fair value to the Conference where this can be quantified, and a third party is bearing the cost. No amounts have been recognised in the current year as the fair value was not reasonably determinable.

#### (k) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

#### (l) Critical accounting estimates and judgments

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

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 4 Tax

Greater Sydney Conference of Seventh-day Adventists, a Charitable Institution, is endorsed to access the following tax concessions:

|                      |             |
|----------------------|-------------|
| Tax Concession       | From        |
| GST Concession       | 1 July 2005 |
| FBT Rebate           | 1 July 2005 |
| Income Tax Exemption | 1 July 2000 |

The Conference operates the following Deductible Gift Recipient funds:

|                                                                                |             |
|--------------------------------------------------------------------------------|-------------|
| Name                                                                           | From        |
| Seventh-day Adventist schools building and maintenance fund                    | 1 July 2000 |
| Greater Sydney Conference fund for needy persons                               | 1 July 2000 |
| Greater Sydney Conference fund for religious instruction in government schools | 1 July 2000 |
| Sydney Adventist Schools library fund                                          | 1 July 2000 |

### 5 Investment income

|                  | 2025             | 2024             |
|------------------|------------------|------------------|
|                  | \$               | \$               |
| CMF distribution | 1,850,264        | 2,050,281        |
| Bank interest    | 8,474            | 9,795            |
|                  | <b>1,858,738</b> | <b>2,060,076</b> |

### 6 Gain/(Loss) on sale of assets

|                                   | 2025           | 2024           |
|-----------------------------------|----------------|----------------|
|                                   | \$             | \$             |
| Gain/(Loss) on disposal of assets | 789,576        | (8,803)        |
|                                   | <b>789,576</b> | <b>(8,803)</b> |

The net gain on disposal of assets for the year ended 2025 comprises several asset and real estate transactions. These include the sale of Lot 98 Hare Place (3 Hare Place), Rouse Hill, to Mile End Community Church; the partial disposal of an easement at 5 Hare Place, Rouse Hill, to Sydney Water; and disposals at 19 Dickson Street, Strathfield, in preparation for the construction of a new dwelling and granny flat. Additional disposals include decommissioned solar panels at Crosslands, a water tank at the Conference House on Lord Howe Island, and obsolete playground equipment and grass yard at Sydney Adventist Schools Auburn.

In 2024 the loss on disposal of assets is related to a replacement of two shade sails at Mountain View Adventist College and a chainwire fence.

**Greater Sydney Conference of Seventh-day Adventists**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**7 Appropriations received**

|                                    | <b>2025</b>      | <b>2024</b> |
|------------------------------------|------------------|-------------|
|                                    | <b>\$</b>        | <b>\$</b>   |
| Appropriations for capital funding | <b>790,000</b>   | 25,816      |
| Schools recovery                   | <b>1,133,343</b> | 1,092,485   |
|                                    | <b>1,923,343</b> | 1,118,301   |

**8 Other expenses**

|                         | <b>2025</b>    | <b>2024</b> |
|-------------------------|----------------|-------------|
|                         | <b>\$</b>      | <b>\$</b>   |
| Administrative expenses | <b>144,049</b> | 43,191      |
|                         | <b>144,049</b> | 43,191      |

**9 Other information relevant to operating activities**

**Expense**

|                                            | <b>2025</b>      | <b>2024</b> |
|--------------------------------------------|------------------|-------------|
|                                            | <b>\$</b>        | <b>\$</b>   |
| Depreciation of improvements and buildings | <b>5,449,128</b> | 5,292,152   |
| Fees paid to auditor                       |                  |             |
| GCAS - Auditing the financial report       | <b>7,035</b>     | -           |
| Grant Thornton - Auding of BGA Acquittal   | <b>3,176</b>     | 1,545       |
| Grant Thornton - Auditing financial report | <b>-</b>         | 344         |
|                                            | <b>10,211</b>    | 1,889       |

**10 Cash and cash equivalents**

|                          | <b>2025</b>       | <b>2024</b> |
|--------------------------|-------------------|-------------|
|                          | <b>\$</b>         | <b>\$</b>   |
| Cash at bank             | <b>297,944</b>    | 202,922     |
| Cash Management Facility | <b>40,161,991</b> | 39,336,051  |
|                          | <b>40,459,935</b> | 39,538,973  |

**Cash Management Facility**

In order to ensure that denominational funds in hand are always fully utilised, the South Pacific Division of the Seventh-day Adventist Church has established Division CCMF Limited to provide facilities for their pooling. Funds deposited in the Cash Management Facility operated by that company are unsecured but are available at call. Distributions, paid quarterly to participating denominational entities, are disclosed with other investment income.

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 10 Cash and cash equivalents (continued)

#### Cash Management Facility (continued)

Part of the total cash held by the Cash Management Facility a portion of \$712,988 is held as trust funds with restrictive use. The purpose of these funds is to provide Fund for Needy, Religious Instruction for Government Schools and Sydney Adventist Schools Building and Maintenance Fund (SASBMF).

### 11 Trade and other receivables

#### Current

|                                                        | 2025             | 2024             |
|--------------------------------------------------------|------------------|------------------|
|                                                        | \$               | \$               |
| Returnable bonds                                       | 21,967           | 4,352            |
| Seventh-day Adventist Schools (Greater Sydney) Limited | 1,743,599        | 1,900,953        |
| Loans to churches                                      | 50,374           | 34,936           |
| Other receivables                                      | 1,231,449        | 100,249          |
|                                                        | <u>3,047,389</u> | <u>2,040,490</u> |

From the 2025 financial year, the presentation of Other receivable and Denominational entities (Note 18) has been updated so that these balances are shown on a gross basis. In prior years, including 2024, the balances were presented as netted off. This change has not been reflected in the 2024 comparative figures, as the impact represents a change in presentation only and does not effect the underlying amounts recognised in the financial statements.

#### Non-current

|                                                        | 2025              | 2024              |
|--------------------------------------------------------|-------------------|-------------------|
|                                                        | \$                | \$                |
| Seventh-day Adventist Schools (Greater Sydney) Limited | 13,605,953        | 15,095,512        |
| Loans to churches                                      | 600,332           | 661,578           |
| Expected credit losses                                 | (64,203)          | (64,203)          |
|                                                        | <u>14,142,082</u> | <u>15,692,887</u> |

#### Seventh-day Adventist Schools (Greater Sydney) Limited

The loan receivable from Seventh-day Adventist Schools (Greater Sydney) Limited represents the value of the bank loans on the buildings which are held in the Conference books. The loan to Seventh-day Adventist Schools (Greater Sydney) Limited is non – interest bearing.

#### Expected credit losses

All of the Conference's trade and other receivables have been reviewed for indicators of impairment. Certain non-current receivables were found to be impaired and an allowance for credit losses of \$64,203 (2024: \$64,203) has been recorded accordingly within other expenses.

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 11 Trade and other receivables (continued)

#### Expected credit losses (continued)

There were no other movements in the expected credit losses during the current year. A review by management of all accounts at the end of 2025 indicated that no other adjustment to the allowance was considered necessary.

### 12 Financial instruments

#### Non-current

|                                           | 2025                    | 2024                    |
|-------------------------------------------|-------------------------|-------------------------|
|                                           | \$                      | \$                      |
| <b>Amortised cost</b>                     |                         |                         |
| Investment                                | 9,225,361               | 8,773,536               |
|                                           | <u>9,225,361</u>        | <u>8,773,536</u>        |
| <b>Fair value through Profit and Loss</b> |                         |                         |
| Investment                                | (3,785)                 | 69,789                  |
|                                           | <u>(3,785)</u>          | <u>69,789</u>           |
|                                           | <u><u>9,221,576</u></u> | <u><u>8,843,325</u></u> |

Financial instruments include investments in term deposits, government bonds and other investment managed funds.

### 13 Other assets

|                | 2025           | 2024          |
|----------------|----------------|---------------|
|                | \$             | \$            |
| Prepayments    | 58,357         | 47,272        |
| Accrued income | 122,281        | 14,362        |
|                | <u>180,638</u> | <u>61,634</u> |

### 14 Assets held for sale

|                    | 2025     | 2024           |
|--------------------|----------|----------------|
|                    | \$       | \$             |
| Current            |          |                |
| Land held for sale | -        | 359,197        |
|                    | <u>-</u> | <u>359,197</u> |

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 15 Investment Properties

|                 | 2025             | 2024             |
|-----------------|------------------|------------------|
|                 | \$               | \$               |
| At cost         |                  |                  |
| Dapto land      | 3,904,391        | 3,904,391        |
| Rouse Hill land | 1,162,122        | 1,170,123        |
|                 | <u>5,066,513</u> | <u>5,074,514</u> |

### 16 Land, improvements and buildings

Australasian Conference Association Limited holds legal title to land and buildings used by the Conference in its capacity as Property Trustee for the entity. Except as outlined below such property is recorded by this entity rather than by the Property Trustee.

In its responsibility for the "sisterhood" of churches, this entity holds property for use by local congregations. Legal title to such property is held by the Property Trustee. The cost of these properties has not been recorded by this entity as such property is paid for and operated by those congregations.

|                                                           | 2025                | 2024                |
|-----------------------------------------------------------|---------------------|---------------------|
|                                                           | \$                  | \$                  |
| Land                                                      | <u>29,143,141</u>   | <u>29,143,141</u>   |
| Land improvements                                         | 18,916,405          | 18,678,098          |
| Accumulated depreciation land improvements                | <u>(7,637,686)</u>  | <u>(6,844,294)</u>  |
| Total land improvements                                   | <u>11,278,719</u>   | <u>11,833,804</u>   |
| Buildings                                                 | 188,456,006         | 188,270,392         |
| Accumulated depreciation buildings                        | <u>(58,935,100)</u> | <u>(54,373,772)</u> |
| Total buildings                                           | <u>129,520,906</u>  | <u>133,896,620</u>  |
| Total land, improvements and buildings                    | <u>169,942,766</u>  | <u>174,873,565</u>  |
| Capital Works in Progress                                 | <u>3,019,051</u>    | <u>879,125</u>      |
| Total land, improvements, buildings and works in progress | <u>172,961,817</u>  | <u>175,752,690</u>  |

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 16 Land, improvements and buildings (continued)

#### Movements in carrying amounts

|                                           | Capital<br>Works in<br>Progress | Land              | Land<br>Improvements | Buildings           | Total               |
|-------------------------------------------|---------------------------------|-------------------|----------------------|---------------------|---------------------|
|                                           | \$                              | \$                | \$                   | \$                  | \$                  |
| <b>Cost</b>                               |                                 |                   |                      |                     |                     |
| Balance at 1 January 2025                 | 879,125                         | 29,143,141        | 18,678,098           | 188,270,392         | 236,970,756         |
| Additions                                 | 2,516,552                       | -                 | 201,645              | 168,382             | 2,886,579           |
| Disposals                                 | -                               | -                 | (17,434)             | (80,402)            | (97,836)            |
| Transfers                                 | (376,626)                       | -                 | 54,096               | 97,634              | (224,896)           |
| <b>Balance at 31 December 2025</b>        | <b>3,019,051</b>                | <b>29,143,141</b> | <b>18,916,405</b>    | <b>188,456,006</b>  | <b>239,534,603</b>  |
| <b>Depreciation and impairment losses</b> |                                 |                   |                      |                     |                     |
| Balance at 1 January 2025                 | -                               | -                 | (6,844,294)          | (54,373,772)        | (61,218,066)        |
| Additions                                 | -                               | -                 | (810,826)            | (4,638,393)         | (5,449,219)         |
| Disposals                                 | -                               | -                 | 17,434               | 77,065              | 94,499              |
| <b>Balance at 31 December 2025</b>        | <b>-</b>                        | <b>-</b>          | <b>(7,637,686)</b>   | <b>(58,935,100)</b> | <b>(66,572,786)</b> |
| <b>Carrying amount</b>                    | <b>3,019,051</b>                | <b>29,143,141</b> | <b>11,278,719</b>    | <b>129,520,906</b>  | <b>172,961,817</b>  |

### 17 Right-of-use assets

The Conference has lease contracts for various items of plant and equipment and buildings used in its operations. Leases of plant and equipment generally have short-term lease terms or leases of low-value assets. Adventist Book Centre store lease ceased in July 2025.

#### Right-of-use assets

|                          | 2025 | 2024      |
|--------------------------|------|-----------|
|                          | \$   | \$        |
| At deemed cost           | -    | 159,020   |
| Accumulated depreciation | -    | (159,020) |

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

|                               |          |
|-------------------------------|----------|
| <b>As at 31 December 2025</b> | <b>-</b> |
|-------------------------------|----------|

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 18 Trade and other payables

#### Current

|                         | 2025             | 2024             |
|-------------------------|------------------|------------------|
|                         | \$               | \$               |
| Denominational entities | 1,578,418        | 2,307,253        |
| Accrued expenses        | 245,006          | 236,553          |
| Trade creditors         | 43,521           | 33,302           |
| Other payables          | 150,235          | 149,350          |
|                         | <u>2,017,180</u> | <u>2,726,458</u> |

#### Non-current

|                                                    | 2025              | 2024              |
|----------------------------------------------------|-------------------|-------------------|
|                                                    | \$                | \$                |
| Adventist Aged Care (Greater Sydney) Ltd           | 43,746,516        | 45,356,045        |
| Seventh-day Adventist Schools (Greater Sydney) Ltd | 53,089,164        | 52,055,610        |
|                                                    | <u>96,835,680</u> | <u>97,411,655</u> |

### Seventh-day Adventist Aged Care (Greater Sydney) Limited

The Seventh-day Adventist Aged Care (Greater Sydney) Limited payables include the original payables generated at the time of incorporation. In addition, other amounts included relate to property usage and assets funded by the organisation. The payable is non-interest bearing.

### Seventh-day Adventist Schools (Greater Sydney) Limited

The Seventh-day Adventist Schools (Greater Sydney) Limited payables include the original payables generated at the time of incorporation. In addition, other amounts included relate to property usage and assets funded by the organisation. The payable is non-interest bearing.

### 19 Financial liabilities

#### Current

|                                   | 2025             | 2024             |
|-----------------------------------|------------------|------------------|
|                                   | \$               | \$               |
| Bank loan National Australia Bank | -                | 225,772          |
| Bank loan Westpac                 | 1,499,416        | 1,465,716        |
| Loan payable Division CCMF Ltd    | 278,519          | 248,095          |
|                                   | <u>1,777,935</u> | <u>1,939,583</u> |

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 19 Financial liabilities (continued)

#### Non-current

|                                | 2025              | 2024              |
|--------------------------------|-------------------|-------------------|
|                                | \$                | \$                |
| Bank loan Westpac              | 12,262,694        | 13,798,960        |
| Loan payable Division CCMF Ltd | 1,599,755         | 1,583,090         |
|                                | <u>13,862,449</u> | <u>15,382,050</u> |

Bank loans are secured against land and buildings as per Note 16.

### 20 Other liabilities

|                | 2025             | 2024             |
|----------------|------------------|------------------|
|                | \$               | \$               |
| Trust accounts | 3,291,255        | 4,558,457        |
|                | <u>3,291,255</u> | <u>4,558,457</u> |

### 21 Reserves

#### Asset replacement reserve

The asset replacement reserve records funds to be used for the future purchase of buildings and land improvements.

#### Deductible gift recipient reserve

The donations reserve records deductible gift recipient funds set aside for specified projects.

### 22 Denominational equity

The concept of ownership is not appropriate as all dispositions received by this entity are to be applied to the charitable purposes set out in its constitution. All such dispositions received have been recorded as revenue regardless of intended use whether stipulated by the donor or not.

Consequently equity has been classified as retained earnings rather than as contributed equity and is termed Denominational Equity.

**Greater Sydney Conference of Seventh-day Adventists**  
**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**22 Denominational equity (continued)**

**Analysis of denominational equity**

|                              | <b>2025</b>                 | <b>2024</b>                 |
|------------------------------|-----------------------------|-----------------------------|
|                              | <b>\$</b>                   | <b>\$</b>                   |
| Allocated equity             | <b>1,568,261</b>            | 914,908                     |
| Net invested in plant assets | <b>34,169,656</b>           | 34,217,655                  |
| Unallocated equity           | <b>88,492,451</b>           | 88,694,138                  |
|                              | <b><u>\$124,230,368</u></b> | <b><u>\$123,826,701</u></b> |

When managing capital, management's objective is to ensure the Conference continues as a going concern. Management also aims to maintain a cost structure that ensures the lowest cost of capital available to the Conference.

Management also monitors working capital and liquidity in accordance with the recommendations as outlined in the South Pacific Division Working Policy FIN.10.10 *Working Capital*.

When the available working capital is less than 100% of the requirement and/or the liquid assets on hand are inadequate to cover current liabilities and allocated funds, the Conference will make provision for covering such deficiencies in ensuing years in accordance with South Pacific Division Working Policy FIN.10.50 *Financial Control*.

The Conference has no other externally imposed capital management requirements.

There were no changes in the Conference's approach to capital management during the year.

SPD Working Policy Fin 10.10 Working Capital set out the need for denomination entities to build up reasonable reserves of working capital in preparation for unfavourable times, including holding a significant portion of available working capital in liquid assets.

A revised policy has been adopted resulting in the Conference needing to prepare a Working Capital and Liquid Asset Report instead of the Statement of Working Capital & Liquidity as reported in prior periods. The report includes an expanded table with a revised measurement in terms of core expenses, the financial impact on available working capital, and an expression of the recommended minimum working capital in terms of months.

# Greater Sydney Conference of Seventh-day Adventists

## Notes to the Financial Statements

For the Year Ended 31 December 2025

### 22 Denominational equity (continued)

#### Working Capital and Liquid Asset Report

|                                                                             | 2025               | 2024               |
|-----------------------------------------------------------------------------|--------------------|--------------------|
|                                                                             | \$                 | \$                 |
| <b>Core Expenses:</b>                                                       |                    |                    |
| Operating expenses                                                          | 1,779,770          | 1,610,993          |
| Net Outgoing appropriations                                                 | <u>2,655,626</u>   | <u>4,192,626</u>   |
| <b>Total Core Expenses</b>                                                  | <u>4,435,396</u>   | <u>5,803,619</u>   |
| <b>Available Working Capital:</b>                                           |                    |                    |
| Current assets                                                              | 46,979,217         | 46,558,751         |
| Minus: Current liabilities                                                  | <u>(7,086,370)</u> | <u>(9,224,497)</u> |
| Working Capital                                                             | 39,892,847         | 37,334,254         |
| Minus: Current assets held for donor restrictions                           | <u>(3,289,251)</u> | <u>(4,509,562)</u> |
| Available Working Capital                                                   | <u>36,603,596</u>  | <u>32,824,692</u>  |
| <b>Recommended Minimum Available Working Capital:</b>                       |                    |                    |
| Six months of Core expenses (50% of Core Expenses)                          | 2,217,698          | 2,901,810          |
| <b>Surplus/(shortfall) in Recommended Minimum Available Working Capital</b> | <b>34,385,898</b>  | <b>29,922,882</b>  |
| <b>Available Working Capital in Months</b>                                  | <b>99 Months</b>   | <b>68 Months</b>   |
| (A minimum of 6 months is recommended)                                      |                    |                    |
| <b>Available Liquid Assets:</b>                                             |                    |                    |
| Cash and cash equivalents                                                   | 40,459,935         | 39,538,973         |
| Cash held for agency                                                        | 3,291,255          | 4,558,457          |
| Receivable from Higher Organisations                                        | -                  | -                  |
| <b>Total Liquid Assets</b>                                                  | <b>43,751,190</b>  | <b>44,097,430</b>  |
| Minus: Current Liabilities                                                  | <u>(7,086,370)</u> | <u>(9,224,497)</u> |
| Minus: Current assets held for donor restrictions                           | <u>(3,289,251)</u> | <u>(4,509,562)</u> |
| <b>Available Liquid Assets</b>                                              | <u>33,375,569</u>  | <u>30,363,371</u>  |
| <b>Recommended Minimum Available Liquid Assets:</b>                         |                    |                    |
| Three months of Core Expenses (25% of Core Expenses)                        | 1,108,849          | 1,450,905          |
| <b>Surplus/(shortfall) in Recommended Minimum Available Liquid Assets</b>   | <b>32,266,720</b>  | <b>28,912,466</b>  |
| <b>Available Liquid Assets in Months</b>                                    | <b>90 Months</b>   | <b>63 Months</b>   |
| (A minimum of 3 months is recommended)                                      |                    |                    |

## Greater Sydney Conference of Seventh-day Adventists

### Notes to the Financial Statements

For the Year Ended 31 December 2025

#### 23 Capital expenditure commitments

|                                                         | 2025              | 2024             |
|---------------------------------------------------------|-------------------|------------------|
|                                                         | \$                | \$               |
| Capital expenditure commitments contracted for:         |                   |                  |
| Greater Sydney Conference of the Seventh-day Adventists | 10,500,000        | 1,100,000        |
|                                                         | <u>10,500,000</u> | <u>1,100,000</u> |

In 2026, the Greater Sydney Conference of the Seventh-day Adventists will proceed with the repurchase of its head office located at 2 Cambridge Street, Epping. The total estimated cost for the acquisition and subsequent fit-out of the building is \$10.5 million. Split of the cost will be \$6 million for the buy-back of the building, \$527,000 stamp-duty and \$4 million for the fit out of the office.

In 2025 the property at 19 Dickson Street, Strathfield will be demolished and a 2 storey house will be built in its place with a granny flat in the back part of the yard. The estimated cost of the build to be \$1.1 million.

#### 24 Contingent liabilities

Estimates of the potential financial effect of contingent liabilities that may become payable:

|                                | 2025           | 2024           |
|--------------------------------|----------------|----------------|
|                                | \$             | \$             |
| ACA Revolving Loans - Churches | 378,915        | 468,562        |
| Total Contingent Liability     | <u>378,915</u> | <u>468,562</u> |

Local churches within the Conference may have additional building projects that are funded by their own reserves, in excess of loans which are listed above. These projects may include contractual arrangements with third parties for delivery of goods and services which would have a potential exposure for the Conference, in the event of default.

#### 25 Key Management Personnel Compensation

No remuneration has been paid for Key Management Personnel as personnel are employed by Seventh-day Adventist Church (Greater Sydney Conference) Ltd.

#### 26 Related party transactions

The Conference's related parties include its key management personnel, employees and related entities.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

As the Conference does not have any employees, it has incurred no cost in respect of key management personnel.

# Greater Sydney Conference of Seventh-day Adventists

Notes to the Financial Statements  
For the Year Ended 31 December 2025

## 26 Related party transactions (continued)

During the financial period, the Conference entered the following trading transactions with related parties. For loans please see notes 11 & 18:

|                                                                | Nature of transactions                                 | 2025<br>\$  |
|----------------------------------------------------------------|--------------------------------------------------------|-------------|
| Seventh-day Adventist Church (Greater Sydney Conference) Trust | Property usage expenses, rental & SASBMF offerings     | 1,311,407   |
| Seventh-day Adventist Church (Greater Sydney Conference) Trust | Appropriations for property usage, assets & Evangelism | (1,711,411) |
| Seventh-day Adventist Schools (Greater Sydney) Trust           | Internal Loan interest & Property usage expenses       | 1,398,400   |
| Seventh-day Adventist Aged Care (Greater Sydney) Trust         | Project & GST returns                                  | (60,594)    |

The following balances were outstanding with related parties at the end of the financial period.

### December 2025

Seventh-day Adventist Church (Greater Sydney Conference) Trust  
Seventh-day Adventist Schools (Greater Sydney) Trust  
Seventh-day Adventist Aged Care (Greater Sydney Trust)

| Amounts owed<br>by related parties<br>\$ | Amounts owed to<br>related parties<br>\$ |
|------------------------------------------|------------------------------------------|
| (1,079,933)                              | 1,540,838                                |
| (4,879)                                  | -                                        |
| -                                        | 36,001                                   |
| (1,084,812)                              | 1,576,839                                |

# Greater Sydney Conference of Seventh-day Adventists

Notes to the Financial Statements  
For the Year Ended 31 December 2025

26 Related party transactions (continued)

December 2024

Seventh-day Adventist Church (Greater Sydney Conference) Trust  
Seventh-day Adventist Schools (Greater Sydney) Trust  
Seventh-day Adventist Aged Care (Greater Sydney Trust)

| Amounts owed by<br>related parties | Amounts owed<br>to related parties |
|------------------------------------|------------------------------------|
| \$                                 | \$                                 |
| \$ -                               | 1,352,495                          |
| -                                  | 31,943                             |
| -                                  | 22,456                             |
| \$ -                               | \$ 1,406,894                       |

# Greater Sydney Conference of Seventh-day Adventists

## Responsible Persons' Declaration

The Responsible Persons of the Conference declare that in the Responsible Person's opinion:

there are reasonable grounds to believe that the registered entity is able to pay all of its debts as and when they become due and payable; and

the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australia Charities and Not-for-profits Commission Regulations 2022*.

Chief Financial Officer .....

Dated 23 June 2026



## AUDITOR'S REPORT

To the Executive Committee  
Greater Sydney Conference of the Seventh-day Adventist Church  
Wahroonga, NSW, Australia

### Opinion

We have audited the financial report of Greater Sydney Conference of the Seventh-day Adventist Church (Organisation), which comprises the balance sheets as at 31 December 2025 and 2024, and the comprehensive income statements, statements of changes in equity, and cash flow statements for the years then ended, notes to the financial statements, including a summary of significant accounting policies, and a responsible entities declaration.

In our opinion, as auditors of the General Conference of Seventh-day Adventists, the accompanying financial report presents fairly, in all material respects, the financial position of the Organisation as at 31 December 2025 and 2024, and of its financial performance and its cash flows for the years then ended in accordance with Australian Accounting Standards as applicable to not-for-profit Organisations adopted by the Seventh-day Adventist denomination.

### Basis for opinion

We conducted our audits in accordance with Australian Auditing Standards, except the ethical requirement for the appearance of independence. 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 Organisation in accordance with the ethical requirements that are relevant to our audits of the financial report in Australia, and we have fulfilled our other ethical responsibilities in accordance with these requirements, except the ethical requirement for the appearance of independence, because of our affiliation with the Seventh-day Adventist denomination. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other matter

In connection with our audits, we have also issued a report dated 23 June 2026 regarding compliance with the Working Policy of the General Conference of Seventh-day Adventist, South Pacific Division.

## **Responsibilities of responsible entities for the financial report**

The responsible entities are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards adopted by the Seventh-day Adventist denomination, and for such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible entities are responsible for assessing the Organisation'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 responsible entities either intend to liquidate the Organisation or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Organisation'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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. 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. 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 these financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgment 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. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial report.
- 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 Organisation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organisation's ability to continue as a going concern for a reasonable period of time. 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 Organisation 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 reports represent 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.

*General Conference Auditing Service*

23 June 2026