The Armidale School Foundation Limited

ABN: 93 326 194 937

Financial Statements

For the Year Ended 31 December 2025

The Armidale School Foundation Limited

ABN: 93 326 194 937

For the Year Ended 31 December 2025

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The Armidale School Foundation Limited

ABN: 93 326 194 937

Directors' Report

For the Year Ended 31 December 2025

Your directors present their report on the Company for the financial year ended 31 December 2025.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Names	Position	
David Fenwicke	Chair	
Andrew Murray	Deputy Chair	Resigned May 2025
Jess Webb	Deputy Chair	
John Grant	Director	
Robert Liston Busby	Director	
Richard Tomlinson Hodgson	Director	
Walter Broun	Director Chair Investment Committee	
Fiona Nash	Director	
Dorianne Coventry	Director	
Paul Ford	Director	
Simon Wright	Director	Appointed Feb 2025
Timothy Knyvet-Roberts	Director	Appointed Feb 2025

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

The company secretary for the period has been Keith Pengilley.

Principal Activities

The principal activities of The Armidale School Foundation Limited during the financial year were the raising of monies for scholarships and bursaries and the management of funds for the acquisition, construction and for maintenance of the buildings of The Armidale School.

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

Short term objectives

The Foundation's short term objectives include increasing the number of new members donating funds to either the Scholarship Fund or the Building Fund as well as ensuring the stable management of the current portfolio of invested funds.

Long term objectives

The longer term objectives are based upon generating interest and affection from the broader school community of Old Armidalians, current parents and past parents so they feel a desire to join the Foundation and contribute to the school's long term future. There is a need to develop a substantial membership base, to maintain strong communication and to nurture involvement in the school. These form the basis for long term strategies for the Foundation.

The Armidale School Foundation Limited

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Directors' Report

For the Year Ended 31 December 2025

Strategies

1. Increase the number of members of the TAS Foundation.
2. Active management of key relationships with significant existing donors to ensure continued fundraising support.
3. Increase contribution to existing Scholarship Fund and Building Fund.
4. Actively fundraise for specific school based projects.
5. Establish and manage a Bequest strategy.
6. Raise the profile of the TAS Foundation.
7. Communication strategies for TAS stakeholder groups: Foundation members, Old Armidalians, parents, past parents.
8. Project manage the development of a Relationship Management Database that integrates with the school's database.
9. Manage the high profile events of the school to ensure maximum exposure of the Foundation.

Performance measures

The following measures are used by The Armidale School Foundation Limited to monitor performance:

- To increase the profile of the TAS Foundation amongst the TAS communities with particular attention to Old Armidalians. This will be achieved through events held in Armidale, Sydney, Brisbane, Melbourne and other regional centres.
- To increase the number of Foundation members through targeted fundraising strategies:
  - Annual Giving Program;
  - Major Gift donations;
  - Specific scholarships and bursaries – e.g. Indigenous Student Support Fund, Murray Guest Scholarship, Drought Relief Bursaries; and
  - Bequest strategy and recruitment.

The Armidale School Foundation Limited

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Directors' Report

For the Year Ended 31 December 2025

Director Information

Information on Directors

David Fenwicke	Chair of the TAS Foundation
Experience	Professional Investor and Director of a Private Investment Company
Special Responsibilities	Independent Director
Andrew Murray	Director and former Deputy Chair of TAS Foundation
Experience	Private Investor
Special Responsibilities	Trustee Representative
Jess Webb	Director and Deputy Chair of TAS Foundation
Experience	Private Investor
Special Responsibilities	Independent Director
John Grant	Director and former Chair of TAS Foundation
Experience	Financial Planner
Special Responsibilities	Independent Director
Robert Liston Busby	Chair of Bequest Committee
Experience	Consultant
Special Responsibilities	Trustee and Trustee Representative for Old Armidalians Union
Richard Tomlinson Hodgson	Director
Experience	Professional educator
Special Responsibilities	Trustee Representative - TAS Staff Association
Walter Broun	Director and Chair of Investment Committee
Experience	Self Employed
Special Responsibilities	Independent Director
Fiona Nash	Director and Joint Chair of the Membership and Planning Committee
Experience	Business Owner in the Insurance Industry
Special Responsibilities	Member and Trustee Representative P&F
Dorianne Coventry	Director
Experience	Investment Advisory
Special Responsibilities	Independent Director

The Armidale School Foundation Limited

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Directors' Report

For the Year Ended 31 December 2025

Director Information

Information on Directors

Paul Ford	Director
Experience	Investment Advisory
Special Responsibilities	Independent Director
Simon Wright	Director
Experience	Investment Advisory
Special Responsibilities	Independent Director
Timothy Knyvet-Roberts	Director
Experience	Investment Advisory
Special Responsibilities	Independent Director

Meetings of Directors

During the financial year, 5 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings		Investment Committee Meetings	
	Eligible to attend	Number attended	Eligible to attend	Number attended
David Fenwicke	5	5	5	5
Andrew Murray	4	2	4	2
Jess Webb	5	3	-	-
John Grant	5	3	5	1
Robert Liston Busby	5	5	-	-
Richard Tomlinson Hodgson	5	4	5	2
Walter Broun	5	5	5	3
Fiona Nash	5	4	-	-
Dorianne Coventry	5	3	-	-
Paul Ford	5	4	5	4
Simon Wright	4	3	-	-
Timothy Knyvet-Roberts	4	1	-	-

The Armidale School Foundation Limited

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Directors' Report

For the Year Ended 31 December 2025

Members' Guarantee

The Company is incorporated and domiciled in Australia and a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of $ 5 each towards meeting any outstandings and obligations of the Company. The number of members at 31 December 2025 was 1,249 (2024: 1,245).

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under Section 60-40 of the *Australian Charities and Not-for-Profits Commissions Act 2012* is set out at page 6.

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

Director: ..... David Fenwicke

Director: ..... Walter Broun

Dated this 07 day of MAY 2026

Auditors Independence Declaration under Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 to the Directors of The Armidale School Foundation Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2025 there have been:

(i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-Profits Commissions Act 2012* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Forsyths
Forsyths Business Services

Jacob Sauer

Partner
Dated this ..... day of 2026

121 Rusden Street, Armidale NSW

The Armidale School Foundation Limited

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 December 2025

	Note	2025 $	2024 $
Revenue	2	**1,142,630**	2,263,905
Realised net gain/(loss) on disposal of investment		**(77,731)**	83,037
Net gain/(loss) of change in fair value on financial assets classified as fair value through profit or loss		**213,964**	891,629
Scholarship payments		**(742,750)**	(759,750)
Other expenses		**(71,561)**	(69,072)
Surplus for the year		**464,552**	2,409,749
Other comprehensive income			
Changes in the fair value of equity instruments at fair value through other comprehensive income		**43,618**	32,680
Total comprehensive income for the year		**508,170**	2,442,429

The accompanying notes form part of these financial statements.

The Armidale School Foundation Limited

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Statement of Financial Position

As At 31 December 2025

	Note	2025 $	2024 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	**1,542,645**	1,514,615
Trade and other receivables	5	**41,524**	507,765
Other financial assets	6	**269,320**	746,436
TOTAL CURRENT ASSETS		**1,853,489**	2,768,816
NON-CURRENT ASSETS			
Other financial assets	6	**12,058,224**	11,715,030
Investment property	7	**2,255,531**	1,210,031
TOTAL NON-CURRENT ASSETS		**14,313,755**	12,925,061
TOTAL ASSETS		**16,167,244**	15,693,877
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		**-**	34,803
TOTAL CURRENT LIABILITIES		**-**	34,803
TOTAL LIABILITIES		**-**	34,803
NET ASSETS		**16,167,244**	15,659,074
EQUITY			
Financial assets reserve	8	**209,621**	268,104
Accumulated funds			
General funds	8	**14,471,266**	13,926,536
TAS Foundation Building fund	8	**1,486,357**	1,464,434
TOTAL EQUITY		**16,167,244**	15,659,074

The accompanying notes form part of these financial statements.

The Armidale School Foundation Limited

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Statement of Changes in Equity

For the Year Ended 31 December 2025

2025 Financial Year

	Financial Asset Reserve	General Funds	TAS Foundation Building Fund	Total
	$	$	$	$
Balance at 1 January 2025	**268,104**	**13,926,536**	**1,464,434**	**15,659,074**
Surplus for the year	-	442,629	21,923	464,552
Fair value revaluation of financial assets	43,618	-	-	43,618
Transfer – gains/(losses) on disposal of equity instruments at fair value through other comprehensive income to retained surplus	(102,101)	102,101	-	-
Balance at 31 December 2025	**209,621**	**14,471,266**	**1,486,357**	**16,167,244**

2024 Financial Year

	Financial Asset Reserve	General Funds	TAS Foundation Building Fund	Total
	$	$	$	$
Balance at 1 January 2024	190,142	12,786,128	240,375	13,216,645
Surplus for the year	-	1,185,690	1,224,059	2,409,749
Fair value revaluation of financial assets	32,680	-	-	32,680
Transfer – gains/(losses) on disposal of equity instruments at fair value through other comprehensive income to retained surplus	45,282	(45,282)	-	-
Balance at 31 December 2024	268,104	13,926,536	1,464,434	15,659,074

The accompanying notes form part of these financial statements.

The Armidale School Foundation Limited

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Statement of Cash Flows

For the Year Ended 31 December 2025

	Note	2025 $	2024 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Dividends and distributions		**651,245**	586,247
Dividend imputation credit refund		**31,842**	104,217
Proceeds from sale of investments		**3,145,696**	3,403,871
Donations and bequests		**186,073**	1,373,738
Scholarship donations - Mackay & Forster Trusts		**94,554**	100,302
Imprest receivable from The Armidale School		**(33,996)**	-
Purchase of investments		**(2,851,348)**	(3,222,650)
Scholarship funds and capital contributions paid to The Armidale School		**(742,750)**	(759,750)
Payments to external parties		**(113,520)**	(40,405)
Loan repaid by / (extended to) The Armidale School		**500,000**	(500,000)
Interest received		**79,678**	71,808
Purchase of Investment Property		**(1,045,500)**	(44,500)
Other income		**126,056**	112,267
Net cash provided by operating activities	10	**28,030**	1,185,145
Net increase in cash and cash equivalents held		**28,030**	1,185,145
Cash and cash equivalents at beginning of year		**1,514,615**	329,470
Cash and cash equivalents at end of financial year	4	**1,542,645**	1,514,615

The accompanying notes form part of these financial statements.

The Armidale School Foundation Limited

ABN: 93 326 194 937

Notes to the Financial Statements

For the Year Ended 31 December 2025

The financial statements are for The Armidale School Foundation Limited as an individual entity, incorporated and domiciled in Australia. The Armidale School Foundation Limited is a Company limited by guarantee.

1 Summary of Material Accounting Policies

(a). Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Australian Charities and Not-for-Profits Commissions Act 2012*.

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

The financial statements 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.

(b). Comparative Figures

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

(c). Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable.

Revenue is recognised for the major business activities as follows:

(i) Dividend and Distribution Income

Dividends and distributions are received from financial assets measured at fair value through profit or loss (FVPL) and at fair value through other comprehensive income (FVOCI). Dividends are recognised as dividend income in profit or loss when the right to receive payment is established. This applies even if they are paid out of pre-acquisition profits, unless the dividend clearly represents a recovery of part of the cost of an investment. In this case, the dividend is recognised in OCI if it relates to an investment measured at FVOCI.

(ii) Donations and bequests

Donations and bequests are recognised as revenue when received.

(iii) Interest Income

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument.

The Armidale School Foundation Limited

ABN: 93 326 194 937

Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Summary of Material Accounting Policies

(c). Revenue and Other Income

(iv) Other Income

Other income is recognised as revenue when received.

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

(d). Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(e). 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 Tax 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.

(f). Investment property

Investment property is carried at fair value, determined by independent valuers. Changes to fair value are recorded in the statement of profit or loss and other comprehensive income as other income/expenses.

(g). Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held-at call with banks and other short-term highly liquid investments with original maturities of three months or less.

(h). Financial Instruments

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

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

Financial Assets

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

1 Summary of Material Accounting Policies

(h). Financial Instruments

Financial Assets

Classification

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

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

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

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables, cash and cash equivalents and term deposits in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

1 Summary of Material Accounting Policies

(h). Financial Instruments

Financial Assets

Fair value through other comprehensive income

Equity instruments

The Company has a number of strategic investments in listed entities over which are they do not have significant influence nor control. The Company has made an irrevocable election to classify these equity investments as fair value through other comprehensive income as they are not held for trading purposes.

These investments are carried at fair value with changes in fair value recognised in other comprehensive income (financial asset reserve). On disposal any balance in the financial asset reserve is transferred to retained earnings and is not reclassified to profit or loss.

Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI.

Financial assets through profit or loss

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

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

Impairment of financial assets

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

- financial assets measured at amortised cost
- debt investments measured at FVOCI

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

The Armidale School Foundation Limited

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Notes to the Financial Statements

For the Year Ended 31 December 2025

1 Summary of Material Accounting Policies

(i). Critical Accounting Estimates and Judgments

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

Key estimates - impairment

The trustees reviewed the key assumptions made in the financial assets investment portfolio as at 31 December 2025. They have concluded that these assumptions and are satisfied that carrying amounts are appropriately recorded.

The trustees have determined that the investment property has not been impaired during the year.

(j). New Accounting Standards for Application in Future Years

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided against early adoption of these Standards. The following table summarises those future requirements, and their impact on the Company:

2 Revenue and Other Income

	2025	2024
	$	$
Revenue from continuing operations		
- Dividends received	**54,781**	72,061
- Refund of imputation credits	**31,605**	34,906
- Distributions received	**596,464**	514,186
- Interest received	**79,678**	71,808
- Donations and bequests	**186,073**	1,365,282
- Scholarship donations - Mackay & Forster Trusts	**94,554**	100,302
- Other income	**99,475**	105,360
Total Revenue and Other Income	**1,142,630**	2,263,905

3 Auditors' Remuneration

	2025	2024
	$	$
Remuneration of the auditor of the Company Forsyths Business Services for:		
Audit fees including assistance with preparing financial report	**8,850**	8,550
Accounting assistance with Investment accounts	**1,250**	-
Discount from auditor	**(2,900)**	(2,800)
Total Audit Remuneration	**7,200**	5,750

4 Cash and Cash Equivalents

	2025	2024
	$	$
Cash at bank	**1,542,645**	1,514,615

The effective interest rate on cash was 3.9% (2024: 2.7%).

5 Trade and other receivables

	2025	2024
	$	$
CURRENT		
Unsecured		
Loan facility - TAS	**-**	500,000
Other receivables/ (payables) - TAS	**33,996**	-
Other receivables - Building Fund	**6,750**	6,750
GST receivable/ (payable)	**778**	1,015
Total Current Trade and Other Receivables	**41,524**	507,765

No allowance for impairment loss has been made during 2025 or 2024.

6 Other Financial Assets

	2025 $	2024 $
CURRENT		
Investments held at call	**269,320**	746,436
Total Current Financial Assets	**269,320**	746,436
NON-CURRENT		
Investments in equities classified as fair value through other comprehensive income	**2,154,664**	1,759,703
Investments in managed funds classified as fair value through profit or loss	**9,903,560**	9,955,327
Total Non-Current Financial Assets	**12,058,224**	11,715,030
Total Current and Non-Current Financial Assets	**12,327,544**	12,461,466

The effective interest rate on investments at call and term deposits was 3.9% (2024: 2.7%).

Financial assets held at fair value through other comprehensive income comprise equity instruments in listed corporations (company shares). Financial assets held at fair value through profit or loss comprise investments in managed funds.

The fair value of these assets is determined by using Level 1 hierarchy inputs which are the quoted market prices. Refer Note 13.

7 Investment Properties

	2025 $	2024 $
Balance at beginning of year	**1,210,031**	1,165,531
Deposit made to purchase new property	**-**	44,500
Purchases during the year	**1,045,500**	-
Balance at end of the period	**2,255,531**	1,210,031

8 General Funds and Reserves

(a). Financial Assets Reserve

The financial assets revaluation reserve records fair value movements of financial assets due to changes in market values since acquisition, but excluding any impairments previously recognised in income.

8 General Funds and Reserves

(b). General Funds

Included in general funds are balances representing bequests and donations from Wigan, NKC, Forster (externally managed), Mackay (externally managed), Booker, Howie, Pain, Graham Macdonald Estate and TAS O.B.U. General Funds do not have specific conditions attached to their use.

(c). TAS Foundation Building Fund

The TAS Foundation Building Fund is an Approved Fund that has been endorsed as a deductible gift recipient. Under the rules of the Fund all the deductible contributions must be kept separate from any other funds in the Foundation. Building Funds have been separated due to the restriction to use monies only on school building projects. The statement of changes in equity shows the movement in Building Funds during the reporting period.

9 Contracted Commitments

No contracted commitments as at balance date.

10 Cash Flow Information

Reconciliation of Cash Flow from Operations with Profit for the Year

	2025	2024
	$	$
Net surplus for the period	**464,552**	2,409,749
Non-cash flows in profit		
Net (gain) on disposal of investments	**(24,378)**	(30,062)
Unrealised (gain) on fair value through profit and loss financial assets	**(213,964)**	(891,629)
Changes in assets and liabilities		
(Increase)/decrease in other debtors	**(33,759)**	77,767
(Increase)/decrease in investment property	**(1,045,500)**	(44,500)
(Increase)/decrease in term deposits	**477,116**	2,057,741
(Increase)/decrease in financial assets	**(61,234)**	(1,928,724)
Increase/(decrease) in creditors	**(34,803)**	34,803
(Increase)/decrease in related party loans	**500,000**	(500,000)
Cashflow from operations	**28,030**	1,185,145

11 Segment Reporting

The Company operates within Australia for the purpose of raising and management of monies for educational purposes and for the acquisition and/or maintenance of buildings of The Armidale School.

12 Directors' Remuneration, Retirement Benefits & Key Management Personnel

Directors have not received or are entitled to receive any remuneration as a Director. No superannuation fund contributions have been made by or on behalf of any Director.

There was no remuneration to key management personnel in the current or previous financial year.

13 Fair Value Measurement

The Company measures the following assets at fair value on a recurring basis:

- Investment property
- Financial assets
  - Listed Shares
  - Listed Units in Managed Funds

Fair value hierarchy

AASB 13 *Fair Value Measurement* requires all assets and liabilities measured at fair value to be assigned to a level in the fair value hierarchy as follows:

Level 1	Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.
Level 2	Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3	Unobservable inputs for the asset or liability.

All financial assets are valued using level 1 inputs. These comprise listed shares and units in managed funds which operate within active markets.

The Investment property is measured using level 2 inputs. This comprises market data for comparable sales in the region.

14 Related Party Transactions

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

The Armidale School which is a related party of The Armidale School Foundation Limited has received grants to fund scholarships and bursaries to students of the school and also received capital building grants to fund capital projects at the school. Transactions during the year and balances owing at the end of the year were as follows:

	2025	2024
	$	$
Scholarships and bursaries paid to the School	(700,000)	(750,000)
Trade Receivables owing to the Foundation	(33,996)	-
Trade Payables owing to the School	-	-
Loans to the Armidale School	-	500,000

15 Financial Risk Management

Financial Risk Management Policies

The Company's financial instruments consist mainly of deposits with banks and shares in listed companies and listed managed funds.

The main purpose of these financial instruments is to generate investment returns to fund the Company's operations.

The Company has other financial instruments such as trade debtors and trade creditors, which arise directly from its operations.

The Company does not have any derivative instruments at 31 December 2025 (2024:Nil).

The Board reviews and agrees policies for managing each of the following risks, including setting limits, as summarised below. The Board has delegated the primary responsibility for the core risks of interest and price risk to the investment committee.

Financial Risk Exposures and Management

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

15 Financial Risk Management

(a). Price risk

The Company monitors its securities price risk, arising from its financial assets through its investment strategy. To limit security price risk the Company diversifies its portfolio in accordance with the limits set by the Board approved investment strategy.

The majority of the financial asset investments are of a high quality and are publicly traded on the ASX. The investment committee meets every 3 to 4 months, depending on need, to review the investment portfolio, consider price risks and consider changes in investment strategy. The investment committee employs the services of an investment advisor to assist with investment risks.

Price risk sensitivity analysis

At 31 December 2025, the effect on profit and equity as a result of changes in the price risk, with all other variables remaining constant would be as follows:

	2025 $	2024 $
Change in profit		
- 20% Increase in market value	**1,980,712**	1,991,065
- 20% Decrease in market value	**(1,980,712)**	(1,991,065)
Change in equity		
- 20% Increase in market value	**430,933**	351,941
- 20% Decrease in market value	**(430,933)**	(351,941)

The Company has assumed that a variation in price may not result in an immediate sale of equity asset investments and, therefore, impact on profits.

(b). Interest rate risk

The following table illustrates sensitivities to the Company's exposures to changes in interest rates on financial assets and financial liabilities. The table indicates the impact on how profit and equity values reported at balance date would have been affected by changes in the relevant risk variable that management considers to be reasonable possible. These sensitivities assume that the movement in a particular variable is independent of other variables.

15 Financial Risk Management

(b). Interest rate risk

	2025	2024
	$	$
Change in profit		
- 2% Increase in interest rates	**36,239**	45,221
- 1% Decrease in interest rates	**18,120**	27,611
Change in equity		
- 2% Increase in interest rates	**36,239**	45,221
- 1% Decrease in interest rates	**18,120**	27,611

(c). Liquidity risk

The Company manages liquidity risk by monitoring forecast cash flows, scholarship commitments and through its investment strategy. There are no contractually fixed receivables or payables. The Company believes it has limited liquidity risk exposure.

(d). Credit risk

The maximum exposure to credit risk at balance date to recognised financial assets is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

The Company is not exposed to significant credit risks as at 31 December 2025 or 2024. All loans and receivables are with The Armidale School and are considered to be low risk.

Net fair values of financial assets and liabilities

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred where these are considered significant.

The Company's financial assets and liabilities included in current and non-current assets and liabilities in the balance sheet are considered to be carried at amounts that approximate net fair value.

16 Events After the End of the Reporting Period

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

17 Company Details

Registered Office and Principal Place of Business

The registered office and principal place of business of the company is:

The Armidale School Foundation Limited
Barney Street
Armidale NSW 2350

The Armidale School Foundation Limited

ABN: 93 326 194 937

Directors' Declaration

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 7 to 23, are in accordance with the *Australian Charities and Not-for-Profits Commissions Act 2012*:

   (a) comply with Australian Accounting Standards; and

   (b) give a true and fair view of the financial position as at 31 December 2025 and of the performance for the year ended on that date of the entity.

2. In the Directors' opinion, there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

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

Director ..... David Fenwicke

Director ..... Walter Broun

Dated this ..... 7 ..... day of ..... MAY 2026

Independent Audit Report to the members of The Armidale School Foundation Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Armidale School Foundation Limited (the Company), which comprises the statement of financial position as at 31 December 2025, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

In our opinion, the accompanying financial statements of the the Company have been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(i) giving a true and fair view of the Company's financial position as at 31 December 2025 and of its financial performance for the year then ended; and

(ii) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for Opinion

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

We confirm that the independence declaration required by the ACNC Act, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Responsibilities of Directors for the Financial Statements

The directors of the Company are responsible for the preparation of the financial statements that give a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial statements that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going

concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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 Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- Conclude on the appropriateness of 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 Company'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 Company 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 the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Forsyths

Forsyths Business Services

Jacob Sauer
Partner
Registered Company Auditor No. 524428

121 Rusden Street, Armidale NSW
Dated this ..... day of 2026

The Armidale School Foundation Limited

ABN: 93 326 194 937

For the Year Ended 31 December 2025

Disclaimer

The additional financial data presented on page 29 is in accordance with the books and records of the Company which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 31 December 2025. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than The Armidale School Foundation Limited) in respect of such data, including any errors of omissions therein however caused.

Forsyths

Forsyths Business Services

Jacob Sauer
Partner

121 Rusden Street, Armidale NSW

Dated this ..... day of 2026

The Armidale School Foundation Limited

ABN: 93 326 194 937

Detailed Income and Expenditure Account

For the Year Ended 31 December 2025

	2025 $	2024 $
INCOME		
Dividends received	**54,781**	72,061
Distributions received	**596,464**	514,186
Refund of imputation credits	**31,605**	34,906
Interest received	**79,678**	71,808
Other income	**99,475**	105,360
	862,003	798,321
EXPENSES		
Administration and management fees	**(21,685)**	(15,137)
Auditors remuneration	**(5,750)**	(5,530)
Bank charges	**(3,386)**	(3,799)
Brokerage	**-**	(673)
Function costs	**(12,077)**	(10,974)
Investment advisory fees	**(13,909)**	(13,636)
Printing and stationery	**(110)**	(5,056)
Rates and taxes	**(8,069)**	(6,049)
Sundry expenses	**(5,433)**	(5,557)
Travel and accommodation	**(1,142)**	(2,661)
	(71,561)	(69,072)
Net gain/(loss) of change in the fair value of finanical assets classified at fair value through profit or loss	**213,964**	891,629
Realised net gain/(loss) on disposal of investment	**(77,731)**	83,037
OPERATING PROFIT/(LOSS) FROM INVESTMENTS	**926,675**	1,703,915
DONATIONS AND BEQUESTS		
Donations and bequests	**186,073**	1,365,282
Scholarship donations - Mackay & Forster Trusts	**94,554**	100,302
Total Surplus before scholarships and building projects	**1,207,302**	3,169,499
Scholarship Payments		
Scholarship payments	**(742,750)**	(759,750)
Total Scholarships paid	**(742,750)**	(759,750)
SURPLUS FOR THE YEAR	**464,552**	2,409,749

The accompanying notes form part of these financial statements.