THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

FINANCIAL REPORT

30TH JUNE 2026

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

FINANCIAL REPORT

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THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

FINANCIAL REPORT

BOARD OF DIRECTORS' REPORT

The Directors present the financial report of The Bower Re-Use and Repair Centre Co-Operative Limited for the year ended 30 June 2026 and report as follows:

NAMES OR DIRECTORS

The names and positions of the Directors who held office during the financial year and up to the date of this report were:

		Board Meetings	
Name	**Position**	**Eligible**	**Attended**
Paul Wade	Member Director, Chairperson	5	5
Michelle Sheather	Member Director	5	5
Marcelle Psaila	Independent Director	5	5
Albert Yuen	Treasurer *from 25 May 2026*	0	0
Christine Simmons	Member Director, Secretary from December 2024	5	4
Theresa Fairman	Member Director *(Appointed 16 December 2025)*	2	2
Susan Mahony	Member Director *(Appointed 16 December 2025)*	2	2
Hannah Smyth	Member Director *(Appointed 16 December 2025)*	2	2
Kirk Simmons	Independent Director *(Resigned 15 November 2025)*	2	1
Henry McKenna	Treasurer until August 2025	1	0
Craig Rudd	Treasurer *(Appointed August 2025 / Resigned 17 December 2025)*	1	1
Shwetha Prem	Secretary until December 2024 *(Resigned 15 November 2025)*	2	2

The Directors were in office for the whole of the financial year unless otherwise stated.

PRINCIPAL ACTIVITIES

This year saw a significant shift in focus towards expanding the House to Home program, reflecting its growing importance to The Bowers's charitable purpose. This was supported by its retail reuse and repair operations, collection services and educational workshops.

OPERATING RESULT

The Co-Operative's result for the financial was a surplus of $23,554 (2025 : $4,730).

STATE OF AFFAIRS

During the 2025-26 financial year, The Bower continued to strengthen its financial position while significantly expanding its social and environmental impact. Total revenue increased by 31% to $996,252, reflecting strong growth in retail sales, educational workshops and service delivery.

A major focus was the rapid expansion of our House to Home program, which furnished 251 households experiencing housing insecurity, compared with 79 in the previous year. House to Home has emerged as an increasingly important expression of The Bower's social purpose, providing a clear focus for how we can use our social enterprise model to give back to the community.

The Bower's broader transformation is progressing in line with the Board's strategic direction, sharpening the organisation's purpose and creating greater clarity about where we focus our people, resources and investment. Investment in infrastructure, staffing and operational capacity supported this transition, alongside continued development of our repair, reuse and redistribution services.

The Bower recorded an operating surplus of $23,554, compared with $4,730 in the previous year, and increased its cash reserves by 30%. These results reflect a year of substantial growth and investment, positioning the organisation to further expand its charitable activities while maintaining a focus on long-term financial sustainability.

Auditor's independence declaration

A copy of the Auditors Independence Declaration is attached to this Directors Report.

This report is made in accordance with a resolution of the Directors made on 03.11.2026 and is signed for an on behalf of the Board of Director's by:

Paul Wade
(Chairperson)

Albert Yuen
(Treasurer)

Date: 03.11.2026

THOMAS DAVIS & CO
CHARTERED ACCOUNTANTS
ESTABLISHED 1894

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mail@thomasdavis.com.au

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

FINANCIAL REPORT

Auditor's independence declaration to the Committee Members under section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) to the Members of The BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

(a) no contraventions in relation to the audit of the auditor independence requirements of section 60-40 of the ACNC Act; and

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

Thomas Davis & Co.

THOMAS DAVIS & CO.

J. G. Ryan

J G RYAN PARTNER

Chartered Accountants

SYDNEY,
Date: 3 November 2026

Liability limited by a scheme approved under Professional Standards Legislation.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	2026 $	2025 $
ASSETS			
Current assets			
Cash and cash equivalents	6	201,737	148,522
Trade and other receivables	7	97,724	70,576
Inventories	8	3,218	3,218
Total current assets		302,679	222,316
Non-current assets			
Property, plant and equipment	9	54,197	43,628
Right-of-use assets	10	207,335	281,148
Intangible assets	11	9,989	4,993
Total non-current assets		271,521	329,769
TOTAL ASSETS		574,200	552,085
LIABILITIES			
Current liabilities			
Trade and other payables	12	223,382	157,727
Employee benefits	13	6,902	3,431
Lease liabilities	14	83,398	71,245
Total current liabilities		313,682	232,403
Non-current liabilities			
Employee benefits	13	859	184
Lease liabilities	14	183,272	266,665
Total non-current liabilities		184,131	266,849
TOTAL LIABILITIES		497,813	499,252
NET ASSETS		**76,387**	**52,833**
FUNDS			
Accumulated funds		76,387	52,833
TOTAL FUNDS		**76,387**	**52,833**

The statement of financial position should be read in conjunction with the notes to the financial statements.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 $	2025 $
Revenue	4	996,252	761,214
Expenses			
Administration and other expenses		(241,961)	(224,916)
Employee expenses		(622,961)	(424,890)
Depreciation and amortisation	5	(89,139)	(81,900)
Finance costs	5	(14,309)	(17,525)
Rental expenses	5	(4,328)	(7,253)
		(972,698)	(756,484)
Surplus (deficit) before income tax		23,554	4,730
Income tax expense		-	-
Surplus (deficit) before income tax		23,554	4,730
Other comprehensive income		-	-
Total comprehensive income (loss) for the year		23,554	4,730

The statement of profit or loss and other comprehensive income should be read in conjunction with the notes to the financial statements.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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STATEMENT IN CHANGES IN FUNDS
AS AT 30 JUNE 2026

	Accumulated Funds $	Total $
Balance at 1 July 2024	48,103	48,103
Comprehensive income		
Surplus (deficit) for the year	4,730	4,730
Other comprehensive income	-	-
Total comprehensive income (loss) for the year	4,730	4,730
Balance at 30 June 2025	**52,833**	**52,833**
Balance at 1 July 2025	52,833	52,833
Comprehensive income		
Surplus (deficit) for the year	23,554	23,554
Other comprehensive income	-	-
Total comprehensive income (loss) for the year	23,554	23,554
Balance at 30 June 2026	**76,387**	**76,387**

The statement of changes in members' funds should be read in conjunction with the notes to the financial statements.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 $ Inflows (Outflows)	2025 $ Inflows (Outflows)
Cash flows from operating activities			
Receipts from customers and government		943,752	659,971
Payments to suppliers and employees		(839,476)	(655,469)
Donations received		63,016	75,867
Interest received		2,365	2,646
Interest paid		(14,309)	(17,525)
Net cash flows from operating activities	15	155,348	65,490
Cash flows from investing activities			
Payments for property, plant and equipment		(30,893)	-
Net cash flows from investing activities		(30,893)	-
Cash flows from financing activities			
Repayment of lease liabilities		(71,240)	(48,075)
Net cash provided by/(used in) financing activities		(71,240)	(48,075)
Net increase / (decrease) in cash and cash equivalents		53,215	17,415
Cash and cash equivalents at the beginning of the financial year		148,522	131,107
Cash and cash equivalents at the end of the financial year	6	201,737	148,522

The cash flow statement should be read in conjunction with the notes to the financial statements.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

NOTE 1 - CORPORATE INFORMATION

This financial report is for The Bower Re-Use and Repair Centre Co-operative Limited. The co-operative is registered as a charity under the Australian Charities and Not-for-profits Commission Act 2012.

The Co-operative provides re-use and repair centre services, educational workshops and re-use referral services to the local community.

The registered address and principal place of business of the Co-operative is:

142 Addison Road
Marrickville NSW 2204

The financial statements were approved by the Directors on 3 November 2026.

Note 2 - Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act). The Co-operative is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 the financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

As at 30 June 2026, the Co-operative's current liabilities exceed its assets by $11,003. The Co-operative has significantly improved its performance for the current year with an operating surplus of $23,554. The Directors believe it is appropriate to prepare the financial statements on a going concern basis based on the improved performance and the continuing review of operations.

After considering the above, the Directors consider that the Co-operative body will be able to fulfil all obligations as and when they fall due for the foreseeable future, being at least 12 months from the date of approval of the financial statements, and accordingly, that the Co-operatives's financial statements should be prepared on a going concern basis.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets.

Note 3 - Summary of material accounting policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Income Tax

The Bower Re-Use and Repair Centre Co-Operative Limited is a not-for-profit Charity and it is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

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 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.

Receivable and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

Note 3 - Summary of material accounting policies (continued)

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of taxes paid. The Co-operative recognises revenue when the amount of revenue can be reliably measured. It is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Co-operative's activities as described below. All revenue is stated net of the amount of goods and services tax (GST).

Sale of goods

Revenue from the sale of goods is recognised at the earlier of when deposits are paid in full and available for shipping and the point of delivery.

Grants and donations

Contributed assets

If the Co-operative receives assets from the government and other parties for nil or nominal consideration in order to further its objectives, these assets would be recognised in accordance with the recognition requirement of other applicable standards (AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, the Co-operative recognises related amounts (being contribution from owners, lease liabilities, financial instruments, revenue or contract liabilities arising from a contract with a customer).

The Co-operativey recognises income immediately in profit and loss and the difference between the initial carrying amount and the asset and the related amount.

Operating grants and donations

When the Co-operative receives operating grant revenue or donations, it assesses whether the contract is enforceable and has sufficient specific performance obligations in accordance with AASB 15. When both these conditions are satisfied the association identifies each performance obligation relating to the grant, recognises a contract liability for these obligations and recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations the Co-operative either recognises the asset received in accordance with the requirements of other applicable accounting standards, recognises related amounts or recognises income immediately in profit and loss as the difference between the initial carrying amount of the asset and the related amount.

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

Interest

Revenue from interest is recognised on an accrual’s basis.

Rendering of services

Revenue from the rendering of a service is recognised upon delivery of the service to the customer.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of six months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less a provision for impairment.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment is established when there is objective evidence that the Co-operative will not be able to collect all amounts due according to the original terms of receivables.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

Note 3 - Summary of material accounting policies (continued)

Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These are included in the statement of profit or loss and other comprehensive income.

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

Residual values and useful lives of the assets are reviewed, and adjusted if appropriate, at each reporting date.

The carrying amount of an asset is written down immediately to its recoverable amount if its carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included on the income statement

Depreciation of property, plant and equipment

Depreciation is calculated on a straight line basis to write off the net cost of each item of property, plant and equipment (except land) over its expected useful life. The estimated useful lives are as follows:

Buildings	40 years
Leasehold improvements	5 years
Equipment, furniture and fittings	10 - 15 years
Motor vehicles	5 years

Right-of-use assets

At inception, a right-of-use asset and a lease liability is recognised. Right-of-use assets are included in the Statement of Financial Position within a classification relevant to the underlying asset.

Right-of-use assets are initially measured at cost, comprising of the following:

- The amount of the initial measurement of the lease liability
- Any lease payments made at or before the commencement date, less any lease incentives received
- Any initial direct costs incurred
- An estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred either at the commencement date or as a consequence of having used the underlying asset during a particular period

Subsequently, right-of-use assets are measured using a cost model. The right-of-use asset is depreciated to the earlier of the useful life of the asset or the lease term using the straight-line method and is recognised in the statement of profit or loss and other comprehensive income in “Depreciation and amortisation”.

The Co-operative tests for impairment where there is an indication that a right-of-use asset may be impaired. An assessment of whether there is an indication of possible impairment is done at each reporting date. Where the carrying amount of a right of use asset is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount. The resulting impairment loss is recognised immediately in surplus or deficit, except where the decrease reverses a previously recognised revaluation increase for the same asset.

The resulting decrease is recognised in other comprehensive income to that extent and reduces the amount accumulated in equity under revaluation surplus, and future depreciation charges are adjusted in future periods to allocate the revised carrying amount, less its residual value, on a systematic basis over its remaining useful life.

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

Note 3 - Summary of material accounting policies (continued)

Leases

A lease is a contract, or part of a contract, that conveys the right to use an asset for a period of time in exchange for consideration.

At inception of a contract, it is assessed to determine whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. If the terms and conditions of a contract are changed, it is reassessed to once again determine if the contract is still, or now contains, a lease.
The term of a lease is determined as the non-cancellable period of the lease, together with the periods covered by an option to extend the lease where there is reasonable certainty that the option will be exercised, and periods covered by an option to terminate the lease if there is reasonable certainty that the option will not be exercised.

The assessment of the reasonable certainty of the exercising of options to extend the lease, or not exercising of options to terminate the lease, is reassessed upon the occurrence of either a significant event or a significant change in circumstances that is within the Co-operative's control, and it affects the reasonable certainty assumptions. The assessment of the lease term is revised if there is a change in the non-cancellable lease period.

The Co-operative does not recognise leases that have a lease term of 12 months or less or are of low value as a right-of-use asset or lease liability. The lease payments associated with these leases are recognised as an expense in the statement of profit or loss and other comprehensive income on a straight-line basis over the lease term.

Lease liability

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Co-operative's incremental borrowing rate.

The tenor of a lease includes any renewal period where the lessee is reasonably certain that they will exercise the option to renew. The Co-operative has reviewed all its leases and included any extensions where the Co-operative assessed it is reasonably certain the lease agreement will be renewed.

The lease payment used in the calculation of the lease liabilities should include variable payments when they relate to an index or rate. Where leases contain variable lease, payments based on an index or rate at a future point in time, the Co-operative has used the incremental uplift contained in the lease or the respective Reserve Bank forward-looking CPI target for CPI-related increases.

In the absence of any floor or cap clauses in the lease agreements, the Co-operative measures the rent for the year under market review at an amount equal to the rent of the year preceding the market review increased by a fixed rate.

The lease liability is initially measured at the present value of the lease payments that are not yet paid at the commencement date. Lease payments are discounted using the relevant Co-operative's incremental borrowing rate. The incremental borrowing rate used for this calculation is dictated by the tenor of the lease and the location of the asset. The incremental borrowing rate is the rate the Co-operative would be charged on borrowings provided by our banking partners. The weighted average incremental borrowing rate is 4.5%. The following lease payments being fixed payments, less any lease incentives receivable are included where they are not paid at the commencement date.

Subsequently, the lease liability is measured by:

- Increasing the carrying amount to reflect interest on the lease liability
- Reducing the carrying amount to reflect the lease payments made
- Remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments

The unwind of the financial charge on the lease liabilities is recognised in the Statement of Profit or Loss and Other Comprehensive Income in "Finance costs" based on the Co-operative's incremental borrowing rate.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

Note 3 - Summary of material accounting policies (continued)

Intangible assets

Software has a finite useful life and is carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straight-line method to allocate the cost of the software over its estimated useful life of between three to four years. The current amortisation charges for software are included under depreciation and amortisation expense in the statement of profit or loss and other comprehensive income.

Impairment of assets

At the end of each reporting period, the Co-operative 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 assets fair value less the costs to sell the value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in the statement of profit or loss and other comprehensive income.

Financial Instruments

Financial assets and financial liabilities are recognised on the statement of financial position when the Co-operative becomes party to the contractual provisions of the financial instrument. For financial assets, this is the equivalent to the date that the entity commits itself to either the purchase or sale of the asset (trade date).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit and loss" in which case transaction costs are expensed to profit and loss immediately.

Financial assets and financial liabilities are recognised when the entity becomes party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Co-operative commits itself either purchase or sell the asset (trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately.

Trade receivables are initially measured at transaction price if the trade receivables do not contain significant financing components.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between the initial amount and the maturity amount calculated using the effective interest method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

As per AASB 9 an expected credit loss model is applied to reflect changes in credit risk, this expected credit loss model requires the Co-operative to account for expected credit losses since initial recognition.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

Note 3 - Summary of material accounting policies (continued)

Financial Instruments (continued)

AASB 9 also determines that a loss allowance for expected credit loss be recognised on debt investments subsequently measured at amortised cost or at fair value through other comprehensive income, lease receivables, contract assets, loan commitments and financial guarantee contracts as the impairment provision would apply to them.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing financial difficulty default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

If the credit risk on a financial instrument did not show significant change since initial recognition, an expected credit loss amount equal to the 12 month expected credit loss is used. However, a loss allowance is recognised at an amount equal to the lifetime expected credit loss if the credit risk on that financial instrument has increased significantly since initial recognition, or if the instrument is an acquired credit-impaired financial asset.

The Co-operative has adopted the simple approach under AASB 9 in relation to trade receivables, as the loss allowance is measured at the lifetime expected credit loss.

At each reporting date, the Co-operative recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Co-operative during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. The carrying amount of trade and other payables is deemed to reflect fair value.

Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that the outflow of economic benefit will result and that the outflow can be measured reliably.

Income and grants in advance

Income, including government funding income, that is received before the service to which the payment relates has been provided is recorded as a liability until such time as the service has been provided, at which time it is recognised in the statement of comprehensive income.

Employee benefits

Provision is made for the Co-operative's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

Comparatives

Where required by Accounting Standards comparative figures have been adjusted to conform to changes in presentation for the current financial year. Where the Co-operative has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

Note 3 - Summary of material accounting policies (continued)

Critical accounting estimates and judgements

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and internally within the Co-operative.

Key estimates

Impairment

The Directors assess impairment at the end of each reporting period by evaluation of conditions and events specific to the Co-operative that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Estimation of useful lives of assets

The estimation of the useful lives of assets has been based on historical experience as well as manufacturers' warranties (for plant and equipment) and turnover policies (for motor vehicles). In addition, the condition of the assets is assessed at least once per year and considered against the remaining useful life. Adjustments to useful lives are made when considered necessary.

Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. The Directors exercise judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment the Directors consider the nature, value, quantity and period of transfer realted to those goods or services promised.

Lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option and alos options to terminate the lease, if the lessee is reasonably certain not to exercise that option. The Directors determine the likelihood to exercise options based on a lease by lease basis

New and Amended Accounting Policies

The Co-operative has adopted all new and amended accounting standards issued and effective for the current financial reporting period . The application of these standards have not had a material impact on the financial statements.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

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

	2026 $	2025 $
NOTE 4 - Revenue		
Revenue		
Sales	704,799	443,580
Grant income	72,063	86,258
Services delivered to councils	45,448	36,572
Other operating revenue	108,561	116,291
	930,871	682,701
Other revenue		
Donations income	63,016	75,867
Interest received	2,365	2,646
	65,381	78,513
Total revenue	996,252	761,214
NOTE 5 - Expenses		
Depreciation and amortisation		
Property, plant and equipment	12,322	10,740
Right-of-use assets	73,813	65,132
Software	3,004	6,028
	89,139	81,900
Finance costs - leases	13,456	15,237
Interest paid	853	2,288
Impairment - trade receivables	-	(155)
Rental expense (incentive) right-of-use asset	-	-
Rental expenses relating to operating leases	4,328	7,253
NOTE 6 - Cash and cash equivalents		
Cash at bank and on hand	201,737	148,522
	201,737	148,522
NOTE 7 - Trade and other receivables		
Trade and other debtors	73,825	41,969
Provision for impairment	(1,236)	(1,236)
	72,589	40,733
Accrued revenue	5,575	10,895
Other receivables	8,938	8,627
Prepayments	10,622	10,321
	97,724	70,576
Provision for impairment		
Opening net carrying amount	1,236	1,421
Increase (decrease) in provision	-	(185)
Closing net carrying amount	1,236	1,236

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

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

	2026 $	2025 $
NOTE 8 - Inventories		
Stock on hand	3,218	3,218
	3,218	3,218
NOTE 9 - Property, plant and equipment		
Leasehold improvements		
Improvements - at cost	11,211	11,211
Less: Accumulated depreciation	(11,211)	(11,211)
	-	-
Buildings		
Buildings - at cost	94,552	94,552
Less: Accumulated depreciation	(94,552)	(94,552)
	-	-
Plant and equipment		
Plant and equipment - at cost	129,703	106,811
Less: Accumulated depreciation	(89,513)	(82,870)
	40,190	23,941
Motor vehicles		
Motor vehicles - at cost	45,445	45,445
Less: Accumulated depreciation	(31,438)	(25,758)
	14,007	19,687
Total property, plant and equipment	54,197	43,628

NOTE 9 - Non-current assets - property, plant and equipment (continued)

Movements in carrying amounts

	Leasehold Improve-ments	Buildings	Plant and equipment	Motor Vehicles	Total
	$	$	$	$	$
Opening balance	-	-	23,941	19,687	43,628
Additions	-	-	22,891	-	22,891
Disposals	-	-	-	-	-
Depreciation expense	-	-	(6,642)	(5,680)	(12,322)
Closing balance	-	-	40,190	14,007	54,197

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

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

	2026 $	2025 $
NOTE 10 - Right-of-use assets		
Leased offices - at cost	479,348	479,348
Accumulated depreciation	(272,013)	(198,200)
	207,335	281,148
Movements in carrying amounts		
Opening balance	281,148	189,960
Additions	-	156,320
Adjustments	-	-
Depreciation expense	(73,813)	(65,132)
Closing balance	207,335	281,148
NOTE 11 - Intangible assets		
Software - at cost	78,626	78,626
Software development in progress	8,000	-
Accumulated amortisation	(76,637)	(73,633)
	9,989	4,993
Movements in carrying amounts		
Opening balance	4,993	11,021
Additions	8,000	-
Depreciation expense	(3,004)	(6,028)
Closing balance	9,989	4,993
NOTE 12 - Trade and other payables		
Trade creditors	33,091	12,046
Grants received in advance	88,864	44,291
Income received in advance	16,160	21,316
Liabilities to employees	29,965	38,514
Sundry creditors and accrued expenses	35,302	41,560
Provision for make good	20,000	-
	223,382	157,727
NOTE 13 - Employee benefits		
Current		
Annual leave	6,902	3,431
	6,902	3,431
Non-current		
Long service leave	859	184
	859	184

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

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

	2026 $	2025 $
NOTE 14 - Lease liabilities		
Current		
Lease liabilities	83,398	71,245
	83,398	71,245
Non-current		
Lease liabilities	183,272	266,665
	183,272	266,665
Movements in carrying amounts		
Opening balance	337,910	229,635
Additions	-	156,320
Adjustments	-	-
Reclassification	-	-
Repayments	(84,696)	(63,282)
Interest	13,456	15,237
Closing balance	266,670	337,910
NOTE 15 - Cash flow information		
Reconciliation of cash flows from operating activities		
Surplus (deficit) for the year	23,554	4,730
Non cash flows		
Provsion for make good	20,000	-
Depreciation and amortisation	89,141	81,900
Bad and doubtful debts	-	(155)
Change in assets and liabilities		
(Increase) / decrease in trade receivables and accrued income	(26,536)	(1,571)
(Increase) / decrease in prepayments and other receivables	(612)	2,089
(Increase) / decrease in inventories	-	3,282
Increase / (decrease) in trade and other payables	6,238	3,542
Increase / (decrease) in income in advance	39,417	(21,159)
Increase / (decrease) in employee benefits	4,146	(7,168)
Cash flows provided by / (used in) operating activities	155,348	65,490

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

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

NOTE 16 - Financial risk management

The Co-operative's financial instruments consist mainly of deposits with banks, accounts receivable and trade payable and lease liabilities.

The totals for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows;

	Note	2026 $	2025 $
Financial assets			
Cash and cash equivalents	**6**	201,737	148,522
Trade and other receivables	**7**	97,724	70,576
Total financial assets		299,461	219,098
Financial liabilities			
Trade and other payables	**12**	223,382	157,727
Lease liabilities	**14**	266,670	337,910
Total financial liabilities		490,052	495,637

Net fair value

The net fair value of financial assets approximates its carrying value.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

NOTE 17 - Commitments

Operating lease commitments

Commitments for minimum lease repayments in relation to non-cancellable operating lease payable as follows:

- Within one year	22,472	22,472
- Later than one year but not later than five years	43,801	66,273
	66,273	88,745

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

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

	2026 $	2025 $
NOTE 18 - Charitable fundraising activities		
The following information is disclosed in accordance with the requirement of NSW Charitable Fundraising Act 1991:-		
Fundraising income and expenditure		
Gross proceeds from fundraising appeals:	63,556	76,068
Total costs of fundraising appeals	11,720	10,356
Net Surplus obtained from fundraising appeals	51,836	65,712
NOTE 19 - Related party transactions		
Key management personnel include the directors along with employees who are involved in the strategic direction and management of the entity. No compensation is paid to any of the board members.		
Remuneration of key management personnel		
The aggregate amount of compensation paid to key personnel during the year	98,414	69,277
No other related party transaction occurred during the year.		
NOTE 20 - Auditor's remuneration		
Audit of the financial report	5,150	5,000
Preparation of the financial report	2,600	2,500
Total auditor's remuneration	7,750	7,500

NOTE 21 - Events subsequent to the reporting date

Since the end of the reporting date, no material transactions or events have had an impact on these financial statements.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2026

STATEMENT BY BOARD OF DIRECTORS

The Directors of The Bower Re-Use and Repair Centre Co-Operative Limited declare that:

1. The financial statements, which comprises the statement of financial position as at 30 June 2026, and the statement of profit or loss and other comprehensive income, statement of changes in funds and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and:

   (a) complying with Australian Accounting Standards - Simplified Disclosures applicable to the entity and the Australian Charities and Not-for-profits Commission Regulation 2022; and

   (b) give a true and fair view of the financial position as at 30 June 2026 and of the performance for the year ended on that date.

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

This declaration is signed in accordance with a resolution of the Board of Directors and is signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2022.

Paul Wade
(Chairperson)

Albert Yuen
(Treasurer)

Date: 03.11.2026

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2026

BOARD DECLARATION
UNDER THE CHARITABLE FUNDRAISING ACT 1991

In the opinion of the Directoprs of the Bower Re-Use and Repair Centre Co-operative Limited:

(i) The accounts for the year ended 30 June 2026 give a true and fair view of all income and expenditure of The Bower Re-Use and Repair Centre Co-Operative Limited with respect to fundraising appeals; and

(ii) The statement of financial position as at 30 June 2026 gives a true and fair view of the state of affairs with respect to fundraising appeals; and

(iii) The provisions of the Charitable Fundraising Act 1991 (NSW) and the regulations under that Act and the conditions attached to the authority have been complied with; and

(iv) The internal controls exercised by the Co-operative are appropriate and effective in accounting for all income received.

Paul Wade
(Chairperson)

Albert Yuen
(Treasurer)

Date: 03.11.2026

THOMAS DAVIS & CO
CHARTERED ACCOUNTANTS
ESTABLISHED 1894

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mail@thomasdavis.com.au

Independent auditor's report to the members of

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

ABN 51 412 061 029

Opinion

We have audited the financial report of The Bower Re-Use and Repair Centre Co-operative Limited, which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Directors' Declaration.

In our opinion, the financial report of The Bower Re-Use and Repair Centre Co-operative Limited has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including;

(a) giving a true and fair view of the Co-operative's financial position as at 30 June, 2026 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards - AASB 1060: General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the Australian Charities and Not-for-profits Commission Regulation 2022.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Co-operative in accordance with the ACNC Act, the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Information Other than the Financial Report and Auditor's Report Thereon

The Directors are responsible for the other information. The other information comprises the information included in the Co-operative's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in

Responsibilities of the Directors for the Financial Report

The Directors of the Co-operative are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - AASB 1060: General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Co-operative's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Co-operative or to cease operations, or have no realistic alternative but to do so.

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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with 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 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 Co-operative'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 Co-operative'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 Co-operative 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.

Report on other Regulatory Requirements

We have audited the financial report as required by Section 24(2) of the Charitable Fundraising Act 1991 (NSW). Our procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the Charitable Fundraising Act 1991 (NSW) and the Charitable Fundraising Regulations 2021.

Because of the inherent limitations of any assurance engagement, it is possible that fraud, error or noncompliance may occur and not be detected. An audit is not designed to detect all instances of noncompliance with the requirements described in the above-mentioned Acts and Regulations as an audit is not performed continuously throughout the period and the audit procedures performed in respect of compliance with these requirements are undertaken on a test basis. The audit opinion expressed in this report has been formed on the above basis.

In our opinion:

(a) The financial report gives a true and fair view of the financial results of fundraising appeal activities for the financial year ended 30 June 2026;

(b) The financial report has been properly drawn up, and the associated records have been properly kept for the financial year ended 30 June 2026, in accordance with the Charitable Fundraising Act 1991 and Regulations;

(c) money received as a result of fundraising appeals conducted during the year ended 30 June 2026 has been properly accounted for and applied in accordance with such Act and its Regulations.

(d) There are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.



THOMAS DAVIS & CO.



J G RYAN PARTNER

Chartered Accountants

SYDNEY,
Date: 3 November 2026

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