



2025/26

Annual Report

and Year in Review



The Celebration
Monica (Nungarrayi) Turner-Collins

"This painting reflects my Emu dreaming. It shows meeting places with many different communities gathering on Kurna country"

We acknowledge the Kurna peoples as the traditional custodians of the Adelaide plains region, where our branch and Head Office is based.

We respect their spiritual relationship with their Country and acknowledge Elders past and present.

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Foreword

From the Chair

It is a pleasure to present Credit Union SA's 2025/26 Annual Report and Year in Review on behalf of the Board.

This year has again demonstrated the importance of a strong, trusted and member-owned financial institution for South Australians. In a changing economic and regulatory environment, the Board has remained focused on protecting member trust, overseeing disciplined decision-making, and ensuring Credit Union SA continues to invest in the capability required for long-term sustainability.

The Board's priority is to govern for long-term sustainability while ensuring our decisions remain anchored in our purpose of helping South Australians thrive. That means balancing growth with prudent risk management, responsible conduct, operational resilience and a clear focus on member outcomes.

As we look ahead, our FY2027–FY2029 strategy provides a clear pathway for disciplined growth and renewal. It recognises that members increasingly expect banking to be simple, secure and personal, supported by reliable technology and people who care. The Board will continue to oversee the balance between ambition and prudence as

Credit Union SA deepens relationships in South Australia, strengthens its foundations, and works towards becoming the financial institution more South Australians choose.

Our Code of Conduct is central to that stewardship. It sets clear expectations for how decisions are made and how we act with members, colleagues, partners and the community. Our values — People First, Strive to Achieve, and Be Our Best — guide us to do the right thing, speak up when something is not as it should be, and continue to improve.

On behalf of the Board, I thank our members for your continued confidence and support. I also thank our people for their care, professionalism and commitment. With a clear strategy, strong values and a continued focus on responsible growth, Credit Union SA is well placed to support our members, contribute to our community and help more South Australians thrive.



Julie Cooper
CHAIR

Our Board of Directors



Nicholas Anderson



Paul Dewsnap

From the CEO

This year, Credit Union SA continued to deliver for South Australians through the everyday moments that matter — from buying a first home or a new car, to managing household budgets, planning for the future and building financial confidence.

Our members remain at the centre of every decision we make. I am proud of the way our team has continued to deliver personal, practical and reliable support, while also strengthening the systems, processes and capabilities needed for modern banking.

As we look ahead, our FY2027–FY2029 strategy gives us a clear plan for disciplined growth and improvement. Our focus is on helping more South Australians thrive, deepening relationships in our home market, and becoming the financial institution more South Australians choose. Delivering on this plan will mean making banking simpler and more personal, using data, digital capability and continuing to combine convenient technology with the human touch our members value.

Sustainable growth also depends on strong execution and strong foundations. We will keep improving how we work, with disciplined financial management, operational resilience, workforce capability and responsible conduct at the centre.

These priorities help us protect member trust while building a safer, more relevant and more responsive Credit Union SA.

Our Code of Conduct underpins how we work and the standards we expect of ourselves. It reminds us to act with care, integrity and accountability, to speak up when something is not as it should be, and to keep improving. Our values — People First, Strive to Achieve, and Be Our Best — are reflected in how we serve members, support each other and contribute to our community every day.

I sincerely thank our members for continuing to choose Credit Union SA, and our Board for its guidance and support. I also thank our people, partners and stakeholders for their commitment to our purpose. With a clear strategy, strong values and a dedicated team, I am confident we can keep delivering better outcomes for our members, our people and the South Australian community.



Todd Roberts
CHIEF EXECUTIVE
OFFICER



Philip Riquier



Louise Small

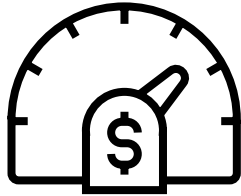


Matthew Walsh



The Year at a Glance

Financial results



\$5.368m

Net profit after tax



\$2.350b

Total asset position

We welcomed

2,548

New Credit Union SA Members

353

**New Members from within the
Education Community**

116

**New Members from within the Port
Adelaide Football Club community**



We helped...



177

**Members with
a personal loan**



1,822

**Members with
a home loan**



186

**Members purchase
their first home**



495

**Home owners refinance
their home**



385

**Education members
with a home loan**



371

**Members find and
finance a new home**



Together we...



Turned member feedback into a better experience, lifting our Google rating from 2.4 to 3.4 stars and growing



Earned Mozo Experts Choice Awards for our Education Community Credit Card for the sixth consecutive year



Welcomed new staff across the organisation, expanding our diversity and experience



Introduced our new Port+ Account to enhance the exclusive offering to PAFC members



Supported the residential construction of 178 new homes with local developers



Achieved our highest employee engagement results on record



Received the MFAA Mutual/Credit Union Lender Award for our excellence in delivering positive outcomes for members



Funded new projects through our School Impact Program, positively impacting over 5,000 children



Donated over 28,000 meals to FoodBank SA this past year, crossing more than 50,000 donations in total



Grew our Residential Development lending to over \$150m in approved projects for South Australia



Continued our digital transformation by launching a new mobile banking app and refreshing our internet banking platform



Expanded our support of existing partners and built new relationships to continue our positive impact on the South Australian community

Our Strategic Focus

Helping South Australians **THRIVE**

Our Purpose is helping South Australians Thrive

Our goal is to be the financial institution that more South Australians choose.

We exist to deliver on our purpose which applies to our members, our staff and the broader South Australian community. If we all thrive, we all benefit.

We use our profit for purpose and our focus is on our ability to consistently achieve sustainable results over the long term.

Our strategic themes



Support our members' aspirations



Inspire and grow our people



Enhance member experiences



Strengthen the Organisation

Our values



People First



Strive to Achieve



Be Our Best





Our Port-nership Continues!

In 2025, we were proud to extend our partnership with the Port Adelaide Football Club through a new three-year agreement commencing in 2026. The partnership reflects our shared commitment to supporting South Australians both on and off the field, while creating meaningful opportunities for Port Adelaide members, Credit Union SA members and the wider community.

"Credit Union SA and the Port Adelaide Football Club are two great South Australian brands with strong heritage and aligned community programs. This will be the largest sporting partnership in Credit Union SA's history, which is a huge milestone."

- Todd Roberts, CEO



Community: strengthening connection through football

Supporting the Empowered program remained a key initiative, giving young women the tools to understand healthy relationships, build a strong sense of self and make informed decisions. In 2025, Empowered reached more than 1,700 students across 29 schools. With increased support from Credit Union SA, the program is on track to reach more than 2,000 students in 2026, including a further 500 young women across an additional ten schools.

The Santos Aboriginal Power Cup stood as its own powerful community moment, bringing more than 500 young people together at Alberton Oval to celebrate culture, education, connection and football. Now in its 19th year, the program has supported more than 7,500 First Nations students to stay engaged in school, build confidence and explore future pathways. Seeing past participants now working within the program is a testament to its impact.



Game day impact: celebrating educators, clubs and junior footy

The first-ever Educator Round celebrated the people who support and nurture young South Australians every day. More than 5,000 educators were welcomed to Adelaide Oval, with over 500 nominations submitted for teachers who have changed lives. The round reinforced Credit Union SA's long-standing connection to South Australian schools and recognised the role educators play in shaping confident futures.

In its second year, the Community Footy Raffle raised \$15,000 for 35 local clubs, bringing the two-year total to \$50,000. Funds went directly to local clubs, supporting grassroots football where it matters most.

Junior Footy Round was the celebration of all things junior football, putting young players, families and clubs at the centre of the game-day experience. Highlights included 200 kids taking part in a lap of honour, 23 junior mascots joining a 75-strong guard of honour, junior teams playing curtain raisers on Adelaide Oval and the Little Legends Race giving local clubs the chance to win a \$500 prize. More than 500 juniors took part in activities across the day.

The AFL and AFLW feature rounds created standout moments this year for students, educators, families, young footballers and Credit Union SA people. Together, these initiatives show how the partnership continues to deliver practical community benefit, deepen local connection and support the next generation of South Australians.





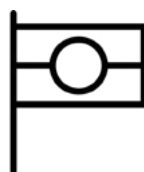
2,000+
students expected to
be reached through
Empowered in 2026,
supported by increased
Credit Union SA funding.



500
additional young women
to benefit from the
Empowered program
across ten schools.



97%
of Empowered students
reported a better
understanding of gendered
violence, with **94%** better
able to recognise healthy
and unhealthy relationships.



500+
young people participated
in the Aboriginal Power Cup,
contributing to a program
that has supported **7,500+**
First Nations students over
19 years.



5,000+
educators welcomed to
Adelaide Oval for the
first-ever Educator Round,
with **500+** nominations
recognising teachers who
have made a lasting impact.



\$15,000
raised through the
Community Footy Raffle
this year, bringing the two-
year total to **\$50,000** for
grassroots football.



Enhancing Everyday Banking Experiences

As members increasingly choose to manage their everyday banking digitally, we continued investing in technology to make this simpler, safer and more intuitive. During the year, we delivered enhancements, such as introducing a new Digital First Mobile App, a refreshed Internet Banking platform and Confirmation of Payee protection.

Together, these initiatives represent one of the most significant digital transformations undertaken by Credit Union SA in recent years, and are designed to provide a better experience across channels, strengthen security and create a foundation for future innovation.



A new era

This year marked the launch of our new Mobile App, delivering a more modern banking experience for members. Developed to replace our previous mobile banking platform, the app offers improved functionality, enhanced accessibility and strengthened security while making everyday banking simpler and more convenient.

The new app includes enhanced account and card management, personalised dashboards, secure messaging capabilities and improved navigation designed around how members bank today. Just as

importantly, the launch established a future-ready platform that enables ongoing innovation and the introduction of new features over time.

Alongside the mobile app launch, we delivered a refreshed Internet Banking platform, creating a more consistent experience between online and mobile banking. By moving to a unified banking ecosystem, members benefit from a more consistent experience across channels, while we gain a stronger foundation for future enhancements, product innovation and ongoing improvements in digital security.



Say No to Half-Baked Banking

Isn't it frustrating when your apps just don't work? To support the launch of our new app, we introduced our "half-baked banking" advertising campaign, shining a light on the frustrations of poor banking app experiences.

The campaign demonstrates our belief that members deserve banking experiences that are thoughtfully designed, easy to use and built around their everyday needs.

Protecting against fraud

Keeping members safe remains a key priority, and during the year we successfully implemented Confirmation of Payee (CoP), an important industry-wide security initiative designed to help reduce scams and misdirected payments.

Confirmation of Payee checks the account name, BSB and account number entered by a member against information held by the receiving financial institution before a payment is made. This additional step helps reduce the risk of scams and mistaken payments.



Innovation in Action

Strengthening Scam Protection

We supported industry efforts to combat financial crime through initiatives aligned with the Scam Safe Accord, introducing additional safeguards, warnings and fraud-prevention measures designed to better protect members against emerging scam threats. This continues to be an important focus for our team.



Faster, Smarter Lending

We continued our rollout of LendFast, our loan application system. LendFast helps us to manage a loan application through its different stages and provides our lending teams with one central place to view an application, complete checks, request information and move the loan towards an outcome.

Over the last year, we fine-tuned the software and expanded LendFast to help our teams with home loans, personal loans and pre-approvals, reducing manual administration and allowing for faster application processing.

Support When It Matters Most

Innovation is not only about new technology, but also about finding better ways to support members. Recently, our hardship support framework was independently benchmarked against 58 customer-owned banking organisations. The review awarded Credit Union SA an overall score of 8.8 out of 10, above the sector average of 6.3, and awarded us a “Leading Status” rating for supporting vulnerable members.

The assessment recognised our commitment to helping members navigate challenging financial circumstances while continuing to strengthen our hardship support framework. As a result of this performance, Credit Union SA was invited to participate in the Financial Assistance Intelligence Engine, providing access to industry trend reporting, peer benchmarking and emerging best-practice insights. These resources will help inform future improvements and ensure our support services continue evolving alongside member needs and industry expectations.



COBA 2025

In August 2025, representatives from Credit Union SA joined more than 1,000 delegates and over 50 speakers at COBA25 in Brisbane. Hosted by the Customer Owned Banking Association under the theme “Unite for Impact”, the conference brought together credit unions, mutual banks, building societies and industry partners to explore the challenges and opportunities shaping customer-owned banking. Its program focused on collaboration, purpose-led banking, technology, regulation, leadership, resilience and creating positive change for members and communities.

Our CEO Todd Roberts continues to represent Credit Union SA at a national level through becoming a Director on the Customer Owned Banking Association (COBA) Board, helping shape discussions on the future of customer-owned banking in Australia. As part of this broader industry leadership, Todd participated in COBA25 in Brisbane, facilitating a discussion with Patelco Credit Union CEO Erin Mendez on crisis leadership, sharing ideas that can help strengthen resilience across the customer-owned banking sector.

Attendance at COBA25 gave our leaders opportunities to share knowledge with peers, examine emerging risks and technologies, and bring relevant ideas back into the organisation.



Emerging Leaders

Our Emerging Leaders Program helps build the next generation of leaders through a blend of structured learning and practical experience. Participants develop skills in leadership, communication, resilience and change management while collaborating on CEO-sponsored projects, presenting their ideas and recommendations to the Executive team.



Recognition for Excellence



Celebrating Industry Recognition

At the 2026 MFAA SA/NT Excellence Awards, Credit Union SA was honoured with the Mutual/Credit Union Lender Award, an independent acknowledgement of excellence in supporting brokers and delivering positive outcomes for members. This success was complemented by the recognition of Chris Bartlett, who was named a finalist in the Business Development Manager Award – Lender and Support Service Provider category.



Championing Diversity

We came runner-up for the Diversity, Equity & Inclusion Award at the SA People in Property Awards. The award recognises organisations demonstrating leadership and sustained commitment to advancing diversity, equity and inclusion through initiatives that create meaningful change.

Six years being Mozo's choice

Our Education Community Credit Card received two Mozo Experts Choice Awards, earning recognition in both the No Annual Fee Credit Card and Low Rate Credit Card categories for the sixth time in a row. These awards recognise that our cards deliver real value and help members make smarter financial choices.



MyArt, MySA

Celebrating creativity, resilience and connection through student art



In May 2026, Credit Union SA and Hospital School SA came together to present My Art, My SA for a second time. It was an exhibition celebrating young South Australians who continue their education while in hospital. The exhibition gave students an opportunity to display their artwork beyond the hospital environment and experience presenting their work to a broader audience. The exhibition runs until January 2027.

More than an exhibition, My Art, My SA provided a platform for young people to share their stories, perspectives and connection to South Australia through art. For the evening, the students were recognised not by their illnesses, but as artists, with their work reflecting creativity, resilience and individuality. The event highlighted the role creative expression plays in helping young people remain connected to identity and community during challenging times.



Staff, members of the public and community representatives were invited to celebrate the students and their work. We were honoured to welcome Her Excellency the Honourable Frances Adamson AC and Lucy Hood MP, with their presence reinforcing the importance of initiatives supporting student well-being and engagement.



We also provided additional funding through our Memory Making Fund to help extend the partnership's reach and impact. This initiative demonstrates how being member-owned enables us to invest directly in programs that create meaningful opportunities for young South Australians and their families.

"I thank Credit Union SA for partnering with Hospital School SA to host this exhibition for the second time. Your generosity enables students to be part of something bigger, sharing their work with their peers, their families, and the wider community."

Last year's exhibition was so popular I am told that when Credit Union staff tried to take the artwork

down after the designated time frame, workers and visitors asked repeatedly for it to be put back up. I'm confident this year's exhibition will be met with a similar response."

- Her Excellency the Honourable Frances Adamson AC



Community Impact

Fighting Food Insecurity

Supporting South Australians experiencing food insecurity remained a key focus throughout the year. For every eligible home loan settled or residential home constructed through Credit Union SA, 20 meals are donated to Foodbank SA. With support from our partnership with Foodbank SA, we celebrated a significant milestone, surpassing 50,000 meals donated to those in need. Staff also contributed their time through volunteering activities, including warehouse support and Christmas hamper packing.



Supporting Children and Young People

Our partnership with KickStart for Kids continued to create positive outcomes for South Australian students. Through the SPREAD program, staff volunteered to prepare sandwiches for children who rely on school breakfast programs, while laptop donations and other practical contributions helped support access to education and opportunity for young people across the state.

Health and Wellbeing

Throughout the year, our people supported a range of health and well-being initiatives. Fundraising and awareness activities included raising funds for Cancer Council through Daffodil Day and supporting the CUSA MoBros team during Movember. Team members also participated in events including South Australia's Biggest Mently Healthy Business Breakfast and the Foodbank Women of Influence Luncheon, helping raise awareness and support for important community causes.





Giving Back

Whether through volunteering, fundraising, donations or advocacy, our people embraced opportunities to support the community throughout the year. Initiatives included donations of furniture and storage equipment to St John's Youth Services and Foodbank SA, fundraising activities for a variety of charities, including practical support for disadvantaged school students through the donation of 104 laptops to KickStart for Kids.



28,120
meals donated through
our Foodbank home
loan initiative



700
sandwiches made
supporting KickStart for
Kids SPREAD program



\$900
raised throughout
Movember by the
CUSA MoBros
team members



72
driving lessons funded
for at-risk youth through
St. John's Youth Services





Supporting the Zahra Foundation

We continued our long-standing partnership with The Zahra Foundation throughout the year, supporting initiatives which help women affected by domestic and financial abuse to rebuild their lives.

The Next Steps

A key highlight was getting involved in The Next Steps, an event where staff, family members and our Women in Orange network joined hundreds of participants to raise more than \$34,000 for The Zahra Foundation's programs.

We also raised awareness during Domestic and Family Violence Prevention Month by sharing survivor stories and support resources, helping to inform people about financial abuse and the pathways available to those seeking assistance.





Lending a hand

Beyond financial support, our people continued to make a meaningful contribution through hands-on volunteering and community engagement. Throughout the year, employees supported The Zahra Foundation through fundraising events, workplace giving and gift-wrapping initiatives, helping raise both funds and awareness for women and children impacted by domestic and financial abuse.

These efforts reflect our belief that creating stronger communities requires more than financial services; it requires people willing to step forward and make a difference.





Delivering Impact to Schools in SA

The School Impact Program continued to deliver meaningful outcomes for South Australian school communities throughout 2025. Following a highly competitive application process that attracted more than 260 submissions from across metropolitan and regional South Australia, 25 schools were selected to share in more than \$100,000 of funding.

The program's assessment panel prioritised projects demonstrating long-term sustainability, strong community impact and student-led innovation. As a result, more than 5,000 students will benefit from initiatives including well-being gardens, healthy eating programs, community bike tracks and creative learning environments.





"Now in its second year, the School Impact Program has delivered on its promise of putting funding in the hands of our education leaders, as they know what their community really needs to be able to thrive."
- Todd Roberts, CEO

Connecting School and Community

Orroroo Area School, one recipient of the SIP program, created a community bike track designed to benefit both students and the wider Orroroo community. The project encourages physical activity, outdoor recreation and community connection, creating a shared space that can be enjoyed by people of all ages while supporting student well-being and engagement.

Learning Beyond the Classroom

Woomera Area School, another SIP recipient, enhanced its outdoor learning environment, creating new opportunities for students to learn, connect and engage outside the traditional classroom setting. The project supports flexible learning experiences while providing a welcoming space that promotes well-being, collaboration and hands-on education.

Highlights and Impact From The 2025 Program:



25
Schools funded



260
Applications received



5,000+
Students positively impacted



\$100,000+
Distributed to schools around SA



Applications assessed by a judging panel focused on sustainability, community impact and student-led innovation





Under the Moonlight: CEO Awards 2026

In June 2026, our team gathered for the annual CEO Awards Night, themed Under the Moonlight, to celebrate the people whose dedication, innovation and commitment bring our purpose and values to life every day. The event recognised employees who consistently go above and beyond in support of our members, colleagues and community, while providing an opportunity to reflect on the milestones and achievements of the year.

The event was MC'd by Matt Tarrant, who not only kept the night flowing but also added a touch of magic with a surprise performance. We were honoured to receive a Welcome to Country from Ashum Owen, made even more special by a song performed by her nephew.



Congratulations to our 2026 CEO Award winners. Their outstanding achievements, dedication and commitment to excellence have made a lasting impact across our organisation, and we are delighted to celebrate their contributions.



Member Experience Award

Danielle Dilger



Inclusion Award

Mark Marshall



Community Award

Julie Cameron



Risk Award

Carl Woollam



Delivering on Our Purpose Award

Josh Fimmel



Innovation Award

Shannon Harris & Sandeep Udhani



Pillar of Excellence Award

Steve Newman



Overall Annual Winners

Josh Fimmel & Shannon Harris





Supporting South Australian Youth

Partnering for Purpose

We continued our long-standing relationship with St John's Youth Services through a new community initiative delivered in partnership with Lucia's Australia. Launched in November 2025, the Partnering for Purpose campaign was designed to support young South Australians experiencing or at risk of homelessness while encouraging the community to shop local and give back during the festive season.

At the heart of the initiative was a specially curated Lucia's hamper featuring a range of South Australian-made products. For every hamper purchased, both Credit Union SA and Lucia's contributed a donation to St John's Youth Services. The funds raised help provide resources and support that empower young people to build independence, stability and brighter futures.



The giving season

A key part of the campaign was our involvement in the 2025 Adelady Christmas Village, where we returned as Community Stage Partner and supported the Lucia's stand across the two-day event in Victoria Square. The Christmas Village provided a high-profile community platform to raise awareness of youth homelessness, promote the hamper, and encourage South Australians to support a meaningful local cause during the holiday season.



"At Credit Union SA, we believe in creating opportunities for South Australians to thrive, especially our young people. Partnering with Lucia's allows us to give back in a meaningful way and help those who need it most during the holiday season, including those at St John's Youth Services"

- Todd Roberts, CEO

"Lucia's has always been about community about bringing people together through food. This partnership allows us to use that spirit of togetherness to make a real difference for young people doing it tough."

**- Simon Bugeja,
Managing Director, Lucia's Australia**



Supporting the Education Community



Celebrating Excellence in Education

Throughout the year, Credit Union SA proudly celebrated the achievements of South Australia's education community through a range of awards programs and recognition events

As Platinum Sponsor of the 2025 Educators' Ball, we joined more than 800 educators for an evening dedicated to recognising the people inspiring future generations. We also supported the 2025 Educators SA Awards, where more than 70 teachers, leaders and graduates were recognised for their outstanding contributions to education, with \$120,000 in grants awarded to support innovation and professional practice. Karen Beard represented Credit Union SA on the night, presenting the Early Career Educator of the Year Award.



Our commitment to recognising excellence extended across the education sector. As Platinum Sponsor of the 2025 Public Education Awards, we celebrated outstanding achievements within South Australia's public education system. Todd Roberts and Karen Beard served on the judging panel, while Amata Anangu School received the Credit Union SA Equity and Excellence in Education Award for its culturally responsive approach to learning and community engagement.

We were also proud to sponsor the SATCC Highly Accomplished and Lead Teachers ceremony, recognising educators who have demonstrated exceptional teaching practice and leadership. South Australia continues to lead the nation, with 612 certified Highly Accomplished and Lead Teachers.



Supporting the next generation of educators remained equally important. Credit Union SA sponsored the Education Award at the 2026 7NEWS South Australian Young Achiever Awards, recognising emerging educators making a meaningful impact in their communities. The award was presented to Suriya Down, Director of Music and the Arts at Aberfoyle Park High School, for her dedication to inclusive and accessible music education.

Through these partnerships and awards, we continue to celebrate the educators, leaders and innovators who help shape a stronger future for South Australia.



Celebrating World Teacher's Day 2025

Credit Union SA was proud to support the World Teacher's Day Awards in partnership with Educator's SA on 31 Oct 2025. These awards recognised 70 individual educators across SA who have made a lasting contribution to their students and specialty subjects.

We also joined with the Adelady team to visit schools with free coffee and morning tea, to celebrate the great work teachers do and recognise their impact on future generations that support educators across South Australia.

Area Schools Conference

Credit Union SA continued its support of regional education communities through sponsorship of the Area Schools Conference, connecting with educators and leaders from schools across South Australia's regional and remote areas. The conference provided an opportunity to celebrate the unique contribution of area schools and strengthen relationships with communities that play an important role in the state's education landscape.

Education Associations Grant

Through the Education Associations Sponsorship Program, Credit Union SA continued providing grants of up to \$2,000 to Educators SA registered associations, helping fund workshops, conferences, professional development opportunities and events that support educators across South Australia.

Education Community Giveaway

Credit Union SA continued engaging directly with educators through events and conferences across South Australia, including a \$5,000 prize draw designed to encourage educators to connect with the Knowledge Counts program and learn more about the exclusive benefits available to the education community.

One of our winners was Naomi, a teacher who entered at the SA Christian Schools Conference.





Bringing our Innovate RAP to Life

"Our vision through our art is to bring everyone together with hopes that people can see working as one improves overall outcomes for all Australians."

- Monica (Nungarrayi) Turner-Collins, Hamish Collins and Kobe Collins



Walking together through action

During the past year, we continued to embed reconciliation across our organisation through cultural learning, community partnerships and staff engagement. Building on the launch of our Innovate Reconciliation Action Plan, we focused on strengthening relationships, broadening understanding and creating opportunities for meaningful connection with Aboriginal and Torres Strait Islander peoples and communities.

A key milestone was the establishment of our RAP Advisory Panel, bringing together Aboriginal and Torres Strait Islander leaders and community representatives to provide cultural guidance and accountability. The Panel helps shape our approach and ensures our reconciliation journey remains informed by community voices and lived experience.

We also continued to invest in Aboriginal Cultural Awareness and Sensitivity Training, helping employees build cultural understanding and contribute to a more inclusive and culturally safe workplace.





Learning, Reflection and Cultural Connection

Throughout the year, staff participated in a range of cultural learning experiences, including weaving workshops and boomerang decorating sessions that celebrated Aboriginal culture while encouraging learning and conversation.

In January, staff attended the Mourning in the Morning ceremony and smoking ceremony at Tarntanya Wama (Elder Park). As a community support partner, Credit Union SA joined Aboriginal and non-Indigenous

Australians in a First Nations-led event focused on reflection, respect and recognition.

National Reconciliation Week provided further opportunities to engage, with Credit Union SA sponsoring the annual reconciliation breakfast and hosting a staff morning tea and reflection activity. Staff also supported fundraising efforts for the Tjindu Foundation, helping raise awareness of its work with Aboriginal young people across South Australia.

Celebrating Culture and Community during NAIDOC Week

NAIDOC Week remained an important opportunity for learning and celebration, with staff participating in NAIDOC in the Mall and the NAIDOC Family Festival at Tarntanyangga (Victoria Square). These events helped deepen understanding of Aboriginal and Torres Strait Islander histories, cultures and achievements.

Through our partnership with Port Adelaide Football Club, we also played a role in activating the Santos Aboriginal Power Cup, supporting a program that brings together more than 500 First Nations students each year and has positively impacted thousands of young people through education, leadership and sport. Staff were proud to connect with students and celebrate their achievements.



Milestones

2025-26

Over the past year we had...

6

Staff celebrate their **5 year** milestone...

4

Staff celebrate their **10 year** milestone...

1

Staff celebrate their **20 year** milestone...

1

Staff celebrate their **25 year** milestone...

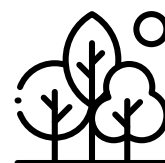
1

Staff celebrate their **35 year** milestone...

and...

2

Staff celebrate their huge **40 year** milestone working at Credit Union SA!



42

Trees planted representing new staff starting with us



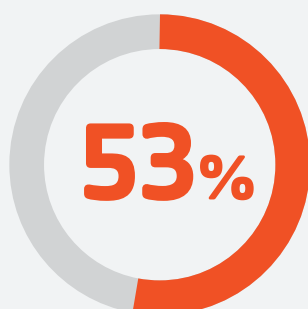
19

Significant birthdays



Find out more about our commitment to closing the gender pay gap

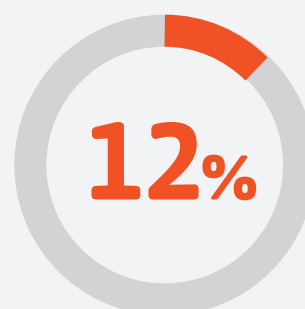
creditunionsa.com.au/gender-pay-gap-statement



of our leaders are female



of our staff are under 35



of our staff are over 60

1

Engagement



&

1

Wedding



Congratulations!



5

Babies born



85

Social Club members

136

Days of
Birthday leave

559

Thrive days taken by
staff to recharge

103

Volunteer hours from
our staff



2025/26 Highlights

July

Innovate RAP Launch

We launched our Innovate Reconciliation Action Plan (RAP), enhancing cultural awareness and marking the next stage of our reconciliation journey.

Liana's Pink Pledge

Liana Reinhardt raised more than \$4,200 for the National Breast Cancer Foundation through her Pink Pledge fundraising campaign.

South Aussie with Cosi x Soup & Sleep

We partnered with South Aussie with Cosi and Soup & Sleep to support South Australians experiencing homelessness.



September

School Impact Program Applications Open

Applications opened for the 2025 School Impact Program, attracting more than 260 submissions from schools across South Australia.

PAFC AFLW Feature Round

We connected with members and the wider community through Port Adelaide Football Club Feature Round activities.



November

Partnering for Purpose

We partnered with Lucia's Australia and St John's Youth Services to support young people experiencing or at risk of homelessness.

Public Education Awards

We proudly supported the Public Education Awards, recognising excellence in public education across South Australia.

August

Scam Awareness Initiatives

We delivered education and security initiatives to help protect members from scams and fraud.

School Impact Program Judging Finalised

More than \$100,000 was awarded to 25 schools through the School Impact Program, benefiting an estimated 5,000 students.

October

New Website Launch

We launched a new website, improving accessibility, navigation and the overall digital experience for members.

International Credit Union Day

We celebrated the positive impact of customer-owned banking on South Australian communities.

Mobile Banking App Refresh

We undertook our largest Member involved digital transformation and released our new banking app.

December

Adelady Christmas Village

We supported the Adelady Christmas Village, helping raise funds and awareness for local community causes.





January

Education Association Sponsorship Program

We continued supporting South Australian educators through our Education Association Sponsorship Program.

KickStart for Kids Support

We provided ongoing support to KickStart for Kids and its programs assisting vulnerable children.



March

Digital First Feedback Program

We expanded member feedback opportunities to help shape future digital experience improvements.

Educators Round Activities

We continued engaging with educators through Port Adelaide Football Club partnership initiatives.

Zahra Foundation Next Steps Event

We supported The Zahra Foundation's Next Steps event, promoting financial independence and empowerment.



May

My Art, My SA Exhibition

We hosted My Art, My SA, showcasing artwork created by students from Hospital School SA and celebrating creativity, resilience and connection.

Santos Aboriginal Power Cup

We supported the Santos Aboriginal Power Cup, helping create educational opportunities for First Nations students.

Domestic & Family Violence Prevention Month

We partnered with Zahra Foundation Australia to support Domestic & Family Violence Prevention Month.

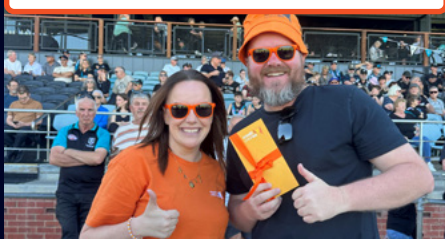
February

50,000 Meals Milestone

Together with Foodbank SA, we celebrated funding more than 50,000 meals for South Australians in need.

PAFC Family Fun Day

We connected with members and families at Port Adelaide Football Club's annual Family Fun Day.



April

Industry Recognition

We were recognised through industry awards, including success at the MFAA SA / NT Excellence Awards.

Financial Well-being Education

We delivered financial well-being education to help South Australians build confidence in managing their finances.

June

CEO Awards

We celebrated the outstanding contributions of employees at our annual CEO Awards Night.

Foodbank Volunteering

Employees volunteered with Foodbank SA & NT, helping support food relief efforts across South Australia.



Looking Ahead

As we enter the next phase of our journey, we remain focused on helping more South Australians thrive by delivering exceptional experiences, strengthening our organisation and deepening our impact in the communities we serve.

Building on the strong foundations established during FY26, we will continue investing in digital capability, member experience and sustainable growth. We will further strengthen our connections with the education community, support meaningful partnerships across South Australia and develop the people, systems and capabilities that enable us to meet the evolving needs of our members. Our purpose remains clear: to help South Australians thrive.

Our key focus areas for the year ahead:



Help more South Australians achieve their financial goals through products, services and guidance that matter in life's key moments.



Continue evolving our digital banking ecosystem and service channels to deliver simpler, safer and more intuitive experiences.



Develop our workforce of the future through leadership, learning and capability-building initiatives.



Continue supporting South Australian communities through partnerships, education initiatives and programs that create lasting positive impact.



Build on more than 65 years of supporting educators while strengthening relationships across the wider education sector.

Get your
home ownership
dream off
the ground

credit
unionsa



XL Home Loan

up to 40 year term



Conditions, fees and lending criteria apply and are available on request. The target market for this product can be found within the product's Target Market Determination (TMD), available at creditunionsa.com.au/legal/terms-and-conditions/target-market-determination.

Credit Union SA Ltd ABN 36 087 651 232 AFSL/Australian Credit License Number 241066

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Directors' Report

The Directors present their report together with the financial report of Credit Union SA Ltd (the "Credit Union") and of the Group, being the Credit Union and its controlled entities, for the financial year ended 30 June 2026 and the Auditor's report thereon.

Directors

The Directors at any time during or since the end of the financial year, including details of their qualifications, experience and special responsibilities are:

Name, qualifications and special responsibilities

Julie Anne COOPER

GD.Mgt, BA, FAICD

Independent Non-Executive Director since February 2019

Chair of the Board since 29 May 2024

Member, Board Governance Committee

Member, Board Risk Committee

Paul Carl DEWSNAP

PGDDigBus, DipElecEng, MAICD

Independent Non-Executive Director since February 2019

Member, Board Risk Committee

Philip Leon Fernand RIQUIER

MBA, B Bus, FAICD, FCPA, FCSI,

Chartered Banker

Independent Non-Executive Director since February 2018

Chair, Board Risk Committee

Member, Board Audit Committee

Nicholas Chapman ANDERSON

BAcc, FCA, GAICD

Independent Non-Executive Director since February 2022

Chair, Board Audit Committee

Member, Board Risk Committee

Experience

Company Director

Other Board Memberships:

Shearn and Co Pty Ltd (Director); Nova Aerospace Pty Ltd (Director); Adelaide Crows Foundation Ltd (Director); Adelaide Football Club (Independent Member of Finance & Audit Committee); Sarah Group Holdings Advisory Board (Member); R.G. Withers Services Pty Ltd (Non-Executive Director)

Company Director / Consultant

Other Board Memberships:

Helping Hand Aged Care Inc (Governance Committee – Independent member); Experion Technologies Australia Pty Ltd (Advisory Committee member); Digital Resilience Pty Ltd (Director); My Security Adviser Pty Ltd (Director); Buzz ER Pty Ltd Advisory Board (Member); J2P2 Pty Ltd (Director); Origin8 Enterprises Pty Ltd (Director); PV Enterprises Pty Ltd (Director); VEP Enterprises Pty Ltd (Director); VEP Advisory Pty Ltd (Director); Avonet Technologies Pty Ltd (Director); SecMatters Holdings Pty Ltd (Director); SecMatters Operations (pvt) Ltd (Sri Lanka) (Director); Trustee position with private trusts

Company Director

Other Board Memberships:

Lutheran Homes Group Incorporated (Director); My Venue Pty Ltd (Director); Guava Lime Capital Pty Ltd (Director); Oz Premium Finance Pty Ltd (Director); HAMBS Ltd (Director); TrueVault Pty Ltd (Director); Lumera Institute Pty Ltd (Director)

Company Director

Other Board Memberships:

BDO (Partner); The Ross McDonald Foundation Ltd (Director); Samex Properties Pty Ltd (Director); Samex Investments Pty Ltd (Director); Samex Peterborough Pty Ltd (Director); Samex Australian Meat Co Pty Ltd (Director); The Milkfed Lamb Company Pty Ltd (Director); Multiple Officer and Trustee positions with private companies and trusts



Name, qualifications and special responsibilities

Louise Helen SMALL

GAICD, Australian Coaching Accreditation (Intermediate) CertIV in Finance Broking
Independent Non-Executive Director since 1 October 2021
Chair, Board Governance Committee

Matthew Peter WALSH

MBA, BAppSc, GAICD
Independent Non-Executive Director since February 2024
Member, Board Governance Committee
Member, Board Audit Committee since 26 December 2025

Kathryn HAWKINS

Independent Non-Executive Director from 1 July 2024 – 26 December 2025
Member, Board Audit Committee from 1 July 2024 – 26 December 2025

Experience

Company Director

Other Board Memberships:
South Australian National Football League (SANFL) Commission (Director); SANFL Commission (Chair of Governance & Football Committees, Future Fund Committee member); South Australian Housing Trust (Director); South Australian Housing Trust (Finance & Audit Committee member)

Company Director

Other Board Memberships:
Defence Health Limited (Director); Matt Walsh Consulting Pty Ltd (Director); Recovr Pty Ltd Advisory Board (Member); Xframe Ltd (Chair); Trustee position with private trust

Company Director

Other Board Memberships:
Comunet Pty Ltd (Director)

Directors were in office (including Board Committee membership) from the beginning of the financial year until the date of this report, unless stated otherwise.

Company secretary

Ms Jacqui Bullock LLB (Hons), B.Arts (Psychology), GDLP was appointed Company Secretary effective 30 September 2024. Ms Bullock is a lawyer with private practice experience in banking and litigation and formerly practised as in-house senior legal counsel at another authorised deposit taking institution.

Directors' meetings

The number of Directors' meetings (including meetings of Committees of Directors) and number of meetings attended by each of the Directors during the 2026 financial year are:

Director	Director Type	Board		Audit Committee		Risk Committee		Governance Committee	
		A(*)	B	A	B	A(^)	B	A	B
J Cooper (Chair)	ME	14	14			6	6	5	5
N Anderson	BA	14	13	4	4	6	6		
P Dewsnap	ME	14	14			6	6		
L Small	BA	14	13					5	5
P Riquier	ME	14	14	4	3	6	6		
M Walsh	BA	14	12	2	2			5	4
K Hawkins	ME	8	8	2	2				

(*) Eleven scheduled Board meetings [two (2) Board Strategy Planning meeting and one (1) special purpose meeting]

(^) Five scheduled Risk Committee meetings [one (1) special purpose meeting]

A - Number of meetings held during the period the Director was a member of the Board or Board Committee

B - Number of meetings attended by the Director

ME - Member Elected Directors

BA - Board Appointed Directors



Directors' interests

No Director has declared any interest in material existing or proposed contracts with the Group during the financial year ended 30 June 2026, and to the date of this report. Where a Director has an actual, potential, or perceived Conflict of Interest in relation to any matter under consideration by the Board, that Director will declare that Conflict of Interest if they have not already done so, absent themselves from any discussion of that matter and will not vote on any resolution arising from or relating to that matter. This will be noted in the Minutes of the meeting.

Principal activities

During the financial year ended 30 June 2026, the principal activities of the Group were the provision of financial services to its members, including accepting members' deposits, advancing loans to members and acting as a general insurance agent. There were no significant changes to these activities during the year.

Review of operations

The Group recorded a profit after tax for the year ended 30 June 2026 of \$5.368 million (2025: \$8.181 million). Total assets of the Group as at 30 June 2026 were \$2.350 billion (2025: \$2.058 billion) including members' net loans and advances of \$1.945 billion (2025: \$1.727 billion).

Change in the state of affairs

In the opinion of the Directors, there were no significant changes in the state of affairs of the Group that occurred during the financial year under review.

Dividends

The Constitution of the Group prevents the distribution of dividend payments on member shares.

Events subsequent to the reporting date

Other than the current disclosures, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Group, the results, or the state of affairs of the Group in future financial years.

Likely developments

Disclosure of information regarding likely developments in the operations of the Group in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the Group. Accordingly, this information has not been disclosed in this report.

The Group has considered the impact of increasing interest rates on future financial performance and has incorporated the impact in its future operating plans. In particular, the Group has heightened monitoring of its exposure to credit losses.

Environmental regulations

The Group's operations are not subject to any significant environmental regulations under either Commonwealth or State legislation. However, Directors believe that the Group has adequate systems in place for the management of its environmental requirements and are not aware of any breach of those requirements as they apply to the Group.

Indemnification and insurance of Directors and Officers

During the period, the Group paid a premium in relation to Directors and Officers liability insurance policy, indemnifying the Directors and its Executives against certain liabilities. The Directors have not included the details of the nature of the liabilities covered or the amount of the premium paid in respect of the Directors' and Officers' liability and legal expenses insurance contract, as such disclosure is prohibited under the terms of the contract.

Lead auditor's independence declaration under Section 307C of the Corporations Act

The Lead Auditor's Independence Declaration is set out on page 43 and forms part of the Directors' Report for the year ended 30 June 2026.

Rounding off

The Credit Union is a registered company of a kind referred to in 'ASIC Corporations (Rounding in Financial / Directors Reports) Instrument 2026 / 183 dated 24 March 2026', relating to the "rounding off" of amounts in the Directors' Report and financial statements. Amounts in the Directors' Report and financial statements have been rounded to the nearest thousand dollars in accordance with that Instrument, unless otherwise indicated.

Signed at Adelaide this 29th day of September 2026 in accordance with a resolution of the Board of Directors of Credit Union SA Ltd.



Julie Cooper
Chair of the Board



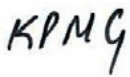
Nicholas Anderson
Chair of the Audit Committee

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Credit Union SA Ltd.

I declare that, to the best of my knowledge and belief, in relation to the audit of Credit Union SA Ltd. for the financial year ended 30 June 2026 there have been:

- i. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.



KPMG



Paul Cenko

Partner

Adelaide

29 September 2026

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Independent Auditor's Report

To the shareholders of Credit Union SA Ltd

Opinion

We have audited the Financial Report of Credit Union SA Ltd (the Group Financial Report). We have also audited the Financial Report of Credit Union SA Ltd (the Company Financial Report).

In our opinion, the accompanying Group Financial Report and Company Financial Report gives a true and fair view, including of the Group's and of the Company's financial position as at 30 June 2026 and of its financial performance for the year then ended, in accordance with the Corporations Act 2001, in compliance with Australian Accounting Standards and the Corporations Regulations 2001. The Financial Reports comprises:

- Statements of financial position as at 30 June 2026;
- Statements of profit or loss and other comprehensive income, Statements of changes in equity, and Statements of cash flows for the year then ended;
- Consolidated entity disclosure statement and accompanying basis of preparation as at 30 June 2026;
- Notes, including material accounting policies; and
- Directors' Declaration.

The Group consists of the Company and the entities it controlled at the year-end or from time to time during the financial year.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Financial Report section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the APES 110 Code of Ethics for Professional Accountants (including Independence Standards) issued by the Accounting Professional and Ethical Standards Board Limited (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Other Information

Other Information is financial and non-financial information in Credit Union SA Ltd's annual report which is provided in addition to the Financial Reports and the Auditor's Report. The Directors are responsible for the Other Information.

Our opinion on the Financial Reports does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Reports, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- preparing the Financial Report in accordance with the Corporations Act 2001, including giving a true and fair view of the financial position and performance of the Group, and in compliance with Australian Accounting Standards and the Corporations Regulations 2001;
- implementing necessary internal control to enable the preparation of a Financial Report in accordance with the Corporations Act 2001, including giving a true and fair view of the financial position and performance of the Group and Company, and that is free from material misstatement, whether due to fraud or error; and
- assessing the Group and Company's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Group and Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- 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. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/media/apzlw0y/ar3_2024.pdf. This description forms part of our Auditor's Report.



KPMG



Paul Cenko

Partner

Adelaide

29 September 2026

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Directors' Declaration

For the year ended 30 June 2026

In the opinion of the Directors of Credit Union SA Ltd ("the Credit Union"):

- a) the financial statements and notes set out on pages 46 to 96 are in accordance with the Corporations Act 2001 including:
 - i. giving a true and fair view of the Credit Union's and the Group's financial position as at 30 June 2026 and of their performance, for the financial year ended on that date;
 - ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;
- b) the Consolidated Entity Disclosure Statement as at 30 June 2026 set out in page 97 is true and correct;
- c) the financial statements also comply with the International Financial Reporting Standards as disclosed in Note 2; and;
- d) there are reasonable grounds to believe that the Credit Union will be able to pay its debts as and when they become due and payable.

Signed at Adelaide this 29th day of September 2026, in accordance with a resolution of the Board of Directors of the Credit Union.



Julie Cooper
Chair of the Board



Nicholas Anderson
Chair of the Audit Committee



Statements of Financial Position

As at 30 June

	Notes	Consolidated		Credit Union	
		2026	2025	2026	2025
		\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents	8	77,535	67,789	41,878	48,813
Investments	9	309,517	243,675	309,517	243,675
Trade and other receivables	10	3,183	4,309	3,699	4,718
Net loans and advances	11, 12	1,945,204	1,726,799	1,945,204	1,726,799
Other investments	27	-	-	287,600	253,500
Other financial assets	13	-	-	-	-
Property, plant and equipment	14	3,152	4,070	3,152	4,070
Derivative assets	26	152	784	152	784
Net deferred tax assets	7	1,420	2,241	1,420	2,241
Intangible assets	15	6,415	6,447	6,415	6,447
Other assets	16	3,117	2,287	3,103	2,268
Total assets		2,349,695	2,058,401	2,602,140	2,293,315
Liabilities					
Member deposits	17	1,995,111	1,744,899	1,995,111	1,744,899
Interest-bearing liabilities	18	191,389	153,347	191,389	153,347
Borrowings	27	-	-	251,783	234,619
Derivative liabilities	26	1,495	3	1,495	3
Trade and other payables	19	16,291	19,232	16,953	19,527
Income received in advance		1,250	22	1,250	22
Income tax payable	7	1,532	1,827	1,532	1,827
Provisions	20	3,899	3,433	3,899	3,433
Total liabilities		2,210,967	1,922,763	2,463,412	2,157,677
Net assets		138,728	135,638	138,728	135,638
Equity					
Retained earnings	21	139,742	134,376	139,742	134,376
Fair value reserves	21	261	416	261	416
Cash flow hedge reserve	21	(1,342)	781	(1,342)	781
Redeemed member shares	21	67	65	67	65
Total equity		138,728	135,638	138,728	135,638

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



Statements of Profit or Loss and Other Comprehensive Income

For the year ended 30 June

		Consolidated		Credit Union	
		2026	2025	2026	2025
	Notes	\$'000	\$'000	\$'000	\$'000
Income					
Interest revenue	4	122,639	108,133	134,441	120,412
Interest expense	4	(76,912)	(65,784)	(89,930)	(79,245)
Net interest revenue		45,727	42,349	44,511	41,167
Non-interest revenue	5	6,279	8,754	7,446	9,900
Total income		52,006	51,103	51,957	51,067
Expenses					
Impairment losses on loans and advances	12	(453)	(453)	(453)	(453)
Other expenses	6	(44,483)	(40,441)	(44,434)	(40,405)
Total expenses		(44,936)	(40,894)	(44,887)	(40,858)
Profit before tax		7,070	10,209	7,070	10,209
Income tax expense	7	(1,702)	(2,028)	(1,702)	(2,028)
Profit for the year		5,368	8,181	5,368	8,181
Other comprehensive income					
Items that are or may be reclassified to profit or loss					
Cash flow hedge reserve		(2,123)	1,008	(2,123)	1,008
Changes in the fair value of investment in debt securities at fair value through other comprehensive income (FVOCI)		-	1,132	-	1,132
Items that will not be reclassified to profit or loss					
Changes in the fair value of other financial assets at FVOCI		(155)	698	(155)	698
Other comprehensive income for the year, net of tax		(2,278)	2,838	(2,278)	2,838
Total comprehensive income for the year		3,090	11,019	3,090	11,019

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



Statements of Changes in Equity

As at 30 June

Consolidated

	Notes	Retained earnings \$'000	Fair value reserves \$'000	Cash flow hedge reserve \$'000	Redeemed member shares \$'000	Total \$'000
2026						
Opening equity		134,376	416	781	65	135,638
Profit for the year		5,368	-	-	-	5,368
Changes to the fair value of cash flow hedges		-	-	(2,123)	-	(2,123)
Other comprehensive income for the year		-	(155)	-	-	(155)
Transfers to / (from) retained earnings		-	-	-	-	-
Redeemed member shares		(2)	-	-	2	-
Closing equity	21	139,742	261	(1,342)	67	138,728
2025						
Opening equity		122,111	2,671	(227)	64	124,619
Profit for the year		8,181	-	-	-	8,181
Changes to the fair value of cash flow hedges		-	-	1,008	-	1,008
Other comprehensive income for the year		-	1,830	-	-	1,830
Transfers to / (from) retained earnings		4,085	(4,085)	-	-	-
Redeemed member shares		(1)	-	-	1	-
Closing equity	21	134,376	416	781	65	135,638



Statements of Changes in Equity (continued)

As at 30 June

Credit Union

	Notes	Retained earnings \$'000	Fair value reserves \$'000	Cash flow hedge reserve \$'000	Redeemed member shares \$'000	Total \$'000
2026						
Opening equity		134,376	416	781	65	135,638
Profit for the year		5,368	-	-	-	5,368
Changes to the fair value of cash flow hedges		-	-	(2,123)	-	(2,123)
Other comprehensive income for the year		-	(155)	-	-	(155)
Transfers to / (from) retained earnings		-	-	-	-	-
Redeemed member shares		(2)	-	-	2	-
Closing equity	21	139,742	261	(1,342)	67	138,728
2025						
Opening equity		122,111	2,671	(227)	64	124,619
Profit for the year		8,181	-	-	-	8,181
Changes to the fair value of cash flow hedges		-	-	1,008	-	1,008
Other comprehensive income for the year		-	1,830	-	-	1,830
Transfers to / (from) retained earnings		4,085	(4,085)	-	-	-
Redeemed member shares		(1)	-	-	1	-
Closing equity	21	134,376	416	781	65	135,638

The above statements of changes in equity should be read in conjunction with the accompanying notes.



Statements of Cash Flows

For the year ended 30 June

		Consolidated		Credit Union	
	Notes	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
Cash flows from operating activities					
Interest received		122,722	107,748	134,409	120,133
Interest paid		(78,299)	(64,586)	(91,317)	(78,047)
Increase in member loans and advances		(218,858)	(187,910)	(218,858)	(187,910)
Increase in member deposits	17	250,212	152,307	250,212	152,307
Non-interest income received		7,983	6,396	9,158	7,542
Non-interest expenses paid		(42,137)	(36,159)	(41,726)	(40,956)
Income tax paid	7(c)	(1,119)	(3,482)	(1,119)	(3,482)
Net cash flow from operating activities	8(b)	40,504	(25,686)	40,759	(30,413)
Cash flow from investing activities					
Increase in investments	9	(65,996)	(18,881)	(65,996)	(18,881)
(Increase) / Decrease in notes receivable		-	-	(34,100)	30,000
Dividends from other financial assets		-	2,966	-	2,966
Proceeds from other financial assets		-	11,038	-	11,038
Payments for property, plant, equipment and intangibles	14,15	(1,985)	(4,164)	(1,985)	(4,164)
Proceeds from property, plant, equipment and intangibles		64	3	64	3
Net cash flow used in investing activities		(67,917)	(9,038)	(102,017)	20,962
Cash flow from financing activities					
Payment of lease liabilities	23	(883)	(708)	(883)	(708)
Proceeds from interest-bearing liabilities	18	38,042	42,246	38,042	42,246
Proceeds from borrowings		-	-	-	-
Repayments of borrowings		-	-	17,164	(31,891)
Net cash flow from financing activities		37,159	41,538	54,323	9,647
Net increase / (decrease) in cash and cash equivalents					
		9,746	6,814	(6,935)	196
Cash and cash equivalents at beginning of the year					
		67,789	60,975	48,813	48,617
Cash and cash equivalents at end of the year					
	8(a)	77,535	67,789	41,878	48,813

Cash flows arising from the following activities are presented on a net basis:

- i) member deposits to and withdrawals from deposit accounts
- ii) borrowings and repayments on loans, advances and other receivables
- iii) dealings with other financial institutions

The above statements of cash flows should be read in conjunction with the accompanying notes.



Notes to the Financial Statements

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Notes to the Financial Statements

Note 1. General information

Reporting entity

Credit Union SA Ltd (the "Credit Union"), is a company domiciled in Australia. These consolidated financial statements comprise the Credit Union and its controlled entities (together referred to as the "Group").

Credit Union SA Ltd's registered office and its principal place of business is as follows:

400 King William St, Adelaide
South Australia, 5000.

Principal activities

During the financial year ended 30 June 2026, the principal activities of the Credit Union were the provision of financial services to its members, including accepting members' deposits, advancing loans to members and acting as a general insurance agent. There were no changes to these activities during the year and no changes are anticipated for the coming year.

Note 2. Basis of preparation

(a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards (AASBs) (including the Australian Accounting Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The financial report complies with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standards Board. The Credit Union is a for-profit entity for the purposes of preparing the financial statements.

The financial report was authorised for issue by the Directors on 29 September 2026.

The accounting policies, including changes during the year, are contained within the notes to the financial statements.

(b) Basis of measurement

The financial report has been prepared on a historical cost basis, except for certain financial assets and liabilities (including derivative instruments) measured at fair value through profit or loss, or at fair value through other comprehensive income (FVOCI).

(c) Functional and presentation currency

The financial report is presented in Australian dollars, which is the Credit Union's functional currency. The Credit Union is a registered company of a kind referred to in 'ASIC Corporations (Rounding in Financial / Directors Reports) Instrument 2026 / 183' relating to the "rounding off" of amounts in the Directors' Report and

financial report. Amounts in the Directors' Report and financial statements have been rounded to the nearest thousand dollars in accordance with that Instrument, unless otherwise indicated.

(d) Use of estimates and judgments

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Information about critical judgements in applying accounting policies that have had the most significant effect on the amounts recognised in the financial statements are included in Note 12.



Notes to the Financial Statements (continued)

Note 2. Basis of preparation (continued)

(e) Basis of consolidation

The Group operates a securitisation vehicle under its self-securitisation programme. In considering whether it has control the Group considers whether it significantly affects the key decisions that manage the vehicle's returns. As a result, the Group has concluded that it controls the securitisation vehicle.

(f) Other accounting policies

(i) Impairment of financial assets

Financial assets within the scope of AASB 9 expected credit loss (ECL) requirements comprise all financial debt instruments measured at either amortised cost or FVOCI. These include cash and cash equivalents, investments, trade and other receivables, loans and advances, derivative assets, and other financial assets.

The ECL represents the present value of expected cash shortfalls following the default of a financial instrument. A cash shortfall is the difference between the cash flows due in accordance with the contractual terms of the financial instrument and the cash flows the Group expects to receive.

The allowance for ECLs is based on assessment of the probability of default, exposure at default and loss given default, discounted at the effective interest rate to give a net present value. The estimation of ECLs is unbiased and probability weighted, taking into account all reasonable and supportable information, including forward looking economic assumptions and a range of possible outcomes. ECLs are calculated from initial recognition of the financial asset.

For investments, the Group has applied the AASB 9 'low credit risk' exemption given their credit risk rating is equivalent to the globally understood definition of 'investment grade'.

For financial assets measured at amortised cost, the allowance for ECLs is offset against the carrying value so that the amount presented in the statements of financial position is net of impairment provisions. Please refer to Note 12 for further details on the impairment of loans and advances.

For financial assets classified as FVOCI, any credit losses are recognised in the fair value reserve.

(ii) Impairment of non-financial assets

The carrying amounts of the Group's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in profit or loss, unless an asset has previously been revalued, in which case the impairment loss is first recognised as a reversal to the extent of that previous revaluation, with any excess recognised through profit or loss.

(iii) Reversal of impairment

Impairment losses, other than in respect of goodwill, are reversed when there is an indication that the impairment loss no longer exists and there has been a change in the estimate used to determine the recoverable amount.

An impairment loss in respect of goodwill is not reversed.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

When an impairment loss is reversed, it is reversed through the profit or loss.

Note 3. Statement of material accounting policies

New standards and interpretations adopted

The Group did not adopt any new standards or interpretations for the year ended 30 June 2026, as none were applicable.

Similarly, a number of new accounting standards, interpretations and amendments are effective from annual periods beginning after 1 July 2026 and early application is permitted. However, the group has not adopted any of these as they are not applicable to the group.



Notes to the Financial Statements (continued)

Note 4. Interest revenue and interest expense

Net interest revenue is recognised on the amortised cost basis using the effective interest method.

Loan origination fees and direct costs integral to the establishment of loans and advances are deferred and amortised to interest income over the effective life of the loan using the effective interest method.

The following tables show the amount of interest revenue or expense for each of the major categories of interest-bearing assets and liabilities.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Interest revenue				
Cash and cash equivalents	2,399	2,693	1,736	1,898
Investments	11,124	10,539	11,124	10,539
Loans and advances	92,278	83,582	92,278	83,582
Notes receivable	-	-	12,465	13,074
Derivatives	16,838	11,319	16,838	11,319
	122,639	108,133	134,441	120,412
Interest expense				
Interest-bearing liabilities	8,863	5,434	8,863	5,434
Member deposits	50,155	48,666	50,155	48,666
Borrowings	-	-	13,018	13,461
Derivatives	17,894	11,684	17,894	11,684
	76,912	65,784	89,930	79,245

Notes to the Financial Statements (continued)

Note 5. Non-interest revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

Loan fees and other commission revenue include fees other than those that are integral part of the effective interest rate.

Loan fees revenue relating to loan accounts is either transaction-based and, therefore, recognised when the performance obligation related to the transaction is fulfilled or is related to performance obligations carried out over a period of time and therefore, recognised on a systematic basis over the life of the agreement as the services are provided. Transaction fees and provision of services are defined within the product terms and conditions.

Other commission revenue, predominantly in relation to insurance protection products, is recognised when the performance obligation is satisfied and only at the point that the income is highly probable and not expected to be reversed in future periods.

Other fee revenue and commission revenue are brought to account in accordance with AASB 15 *Revenue from contracts with customers* with revenue recognised in alignment with the associated performance obligations. The Group recognises revenue when it transfers control over a service to a customer.

Income from sub-leasing right-of-use assets is recognised in accordance with AASB 16 *Leases*. Lease payments received under operating leases are recognised as income on a straight-line basis over the lease term.

Dividends from other financial assets are recognised at the date when the right to receive the dividend has been established.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Non-interest revenue				
Distribution from MTG CUSA Trust Repo Series No. 1 (Note 27)	-	-	919	908
Loan fees	2,546	2,258	2,546	2,258
Bad debts recovered	31	43	31	43
Dividends received	-	2,966	-	2,966
Income from sub-leasing right-of-use assets	27	36	27	36
Other fee revenue	752	778	752	778
Other commission revenue	2,624	2,440	2,624	2,440
Other revenue	299	233	547	471
Total non-interest revenue	6,279	8,754	7,446	9,900



Notes to the Financial Statements (continued)

Note 6. Other expenses

Expenses are recognised when incurred.

Employee benefits

Salaries, annual leave and other employee entitlements expected to be paid or settled within 12 months of employees rendering service are measured at their nominal amounts using remuneration rates that the Group expects to pay when the liabilities are settled.

Refer to Note 20 for balances of employee benefit related provisions.

		Consolidated		Credit Union	
		2026	2025	2026	2025
	Notes	\$'000	\$'000	\$'000	\$'000
Administration expenses					
Staff					
Employee benefits		17,760	16,112	17,760	16,112
Contributions to defined contribution plans		2,215	1,868	2,215	1,868
Occupancy					
Expenses relating to leases of low-value assets		182	160	182	160
Information technology					
Information technology expenses		6,432	6,040	6,432	6,040
Finance costs					
Interest on lease liabilities		181	241	181	241
Other					
Administrative expenses		4,770	3,785	4,758	3,767
Depreciation of property, plant & equipment and right-of-use assets	14	1,143	1,050	1,143	1,050
Amortisation of intangibles	15	1,778	1,174	1,778	1,174
Distribution channel costs		4,599	4,733	4,599	4,733
Marketing expenses		2,083	2,422	2,083	2,422
(Gain) / Loss on disposal of property, plant & equipment and intangibles		(50)	236	(50)	236
Other		3,390	2,620	3,353	2,602
Total non-interest operating expenses		44,483	40,441	44,434	40,405

Notes to the Financial Statements (continued)

Note 7. Income tax

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the profit or loss except to the extent that it relates to items recognised directly in equity or in other comprehensive income. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of

assets and liabilities, using tax rates enacted or substantively enacted at the reporting date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

The prima facie income tax expense on pre-tax accounting profit from operations reconciles to the income tax expense in the financial statements as follows:

Consolidated	2026 %	2026 \$'000	2025 %	2025 \$'000
(a) Reconciliation between tax expense and pre-tax profit				
Profit before tax		7,070		10,209
Income tax expense	30.00%	2,121	30.00%	3,063
Increase / (decrease) in income tax expense due to:				
Non-allowable expenses	2.39%	169	0.34%	35
Non-assessable income	(1.24%)	(88)	(8.27%)	(844)
Research and development tax offset	(9.17%)	(648)	(2.21%)	(226)
Over provision from prior years	2.09%	148	-	-
Income tax expense on pre-tax net profit	24.07%	1,702	19.86%	2,028
(b) Tax expense recognised in profit or loss comprises:				
Current tax expense in respect of the current year		2,015		3,047
Research and development tax offset		-		(632)
Adjustments to prior years		(1,133)		-
		882		2,415
Deferred tax (benefit) / expense relating to the origination and reversal of temporary differences		(461)		(387)
Adjustment to prior year deferred tax		1,281		-
Total tax expense		1,702		2,028
(c) Income tax payable				
Movements during the year were as follows:				
Balance at beginning of the year		1,827		529
Income tax paid		(1,119)		(3,482)
Current year income tax liability on operating profit		2,605		3,047
Capital gains tax on sale of other financial assets		-		2,592
Research and development tax offset		(648)		(859)
Over provision from prior year		(1,133)		-
Income tax payable		1,532		1,827



Notes to the Financial Statements (continued)

Note 7. Income tax (continued)

Credit Union	2026	2026	2025	2025
	%	\$'000	%	\$'000
(a) Reconciliation between tax expense and pre-tax profit				
Profit before tax		7,070		10,209
Income tax expense	30.00%	2,121	30.00%	3,063
Increase / (decrease) in income tax expense due to:				
Non-allowable expenses	2.39%	169	0.34%	35
Non-assessable income	(1.24%)	(88)	(8.27%)	(844)
Research and development tax offset	(9.17%)	(648)	(2.21%)	(226)
Over provision from prior years	2.09%	148	-	-
Income tax expense on pre-tax net profit	24.07%	1,702	19.86%	2,028
(b) Tax expense recognised in profit or loss comprises:				
Current tax expense in respect of the current year		2,015		3,047
Research and development tax offset		-		(632)
Adjustments to prior years		(1,133)		-
		882		2,415
Deferred tax (benefit) / expense relating to the origination and reversal of temporary differences		(461)		(387)
Adjustment to prior year deferred tax		1,281		-
Total tax expense		1,702		2,028
(c) Income tax payable				
Movements during the year were as follows:				
Balance at beginning of the year		1,827		529
Income tax paid		(1,119)		(3,482)
Current year income tax liability on operating profit		2,605		3,047
Capital gains tax on sale of other financial assets		-		2,592
Research and development tax offset		(648)		(859)
Over provision from prior year		(1,133)		-
Income tax payable		1,532		1,827

Notes to the Financial Statements (continued)

Note 7. Income tax (continued)

(d) Movement in deferred tax balances

Consolidated	Opening balance	Recognised in profit or loss	Recognised in other comprehensive income	Closing balance
	\$'000	\$'000	\$'000	\$'000
2026				
Employee benefits	1,015	139	-	1,154
Loans and advances	557	112	-	669
Lease liabilities	1,186	(218)	-	968
Undeducted capital expenditure	10	(1)	-	9
Other	125	(41)	-	84
Deferred tax assets	2,893	(9)	-	2,884
Other financial assets	-	-	-	-
Property, plant and equipment	439	(1,045)	-	(606)
Right-of-use assets	(1,091)	233	-	(858)
Deferred tax liabilities	(652)	(812)	-	(1,464)
Net deferred tax assets / (liabilities)	2,241	(821)	-	1,420
2025				
Employee benefits	924	91	-	1,015
Loans and advances	432	125	-	557
Property, plant and equipment	384	55	-	439
Lease liabilities	181	1,005	-	1,186
Undeducted capital expenditure	9	1	-	10
Other	47	78	-	125
Deferred tax assets	1,977	1,355	-	3,332
Other financial assets	(508)	-	508	-
Right-of-use assets	(123)	(968)	-	(1,091)
Deferred tax liabilities	(631)	(968)	508	(1,091)
Net deferred tax assets	1,346	387	508	2,241



Notes to the Financial Statements (continued)

Note 7. Income tax (continued)

Credit Union	Opening balance	Recognised in profit or loss	Recognised in other comprehensive income	Closing balance
	\$'000	\$'000	\$'000	\$'000
2026				
Employee benefits	1,015	139	-	1,154
Loans and advances	557	112	-	669
Lease liabilities	1,186	(218)	-	968
Undeducted capital expenditure	10	(1)	-	9
Other	125	(41)	-	84
Deferred tax assets	2,893	(9)	-	2,884
Other financial assets	-	-	-	-
Property, plant and equipment	439	(1,045)	-	(606)
Right-of-use assets	(1,091)	233	-	(858)
Deferred tax liabilities	(652)	(812)	-	(1,464)
Net deferred tax assets / (liabilities)	2,241	(821)	-	1,420
2025				
Employee benefits	924	91	-	1,015
Loans and advances	432	125	-	557
Property, plant and equipment	384	55	-	439
Lease liabilities	181	1,005	-	1,186
Undeducted capital expenditure	9	1	-	10
Other	47	78	-	125
Deferred tax assets	1,977	1,355	-	3,332
Other financial assets	(508)	-	508	-
Right-of-use assets	(123)	(968)	-	(1,091)
Deferred tax liabilities	(631)	(968)	508	(1,091)
Net deferred tax assets	1,346	387	508	2,241

(e) Unrecognised deferred tax asset

Credit Union SA has previously carried forward capital losses of \$0.930 million which have been applied against capital gains made during the FY25 year from the sale of Other Financial Assets (refer Note 13).

Notes to the Financial Statements (continued)

Note 8. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and deposits at call placed with other financial institutions and are initially measured at fair value then subsequently at amortised cost.

For the purposes of the statements of cash flows, cash and cash equivalents include cash and investments with other financial institutions that are highly liquid, readily convertible to known amounts of cash within three months and are subject to an insignificant risk of changes in value. They are held for the purposes of meeting short-term cash commitments rather than for investment or other purposes.

(a) Reconciliation of cash for statements of cash flows

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Cash and cash equivalents	49,535	24,724	13,878	5,748
Investments with other financial institutions	28,000	43,065	28,000	43,065
Total cash for statements of cash flows	77,535	67,789	41,878	48,813

(b) Reconciliation of profit for the year to net cash flow from operating activities

Profit for the year	5,368	8,181	5,368	8,181
Add / (deduct) non-cash items				
Income from sub-leasing right-of-use assets	(27)	-	(27)	-
Provisions for impairment	372	417	372	417
Interest of Lease Liabilities	181	-	181	-
Depreciation of property, plant and equipment	1,143	1,050	1,143	1,050
Amortisation of intangible assets	1,778	1,174	1,778	1,174
Bad debts written off	81	36	81	36
Net loss / (gain) on disposal and write-off of property, plant and equipment	(50)	236	(50)	236
Total adjustments for non-cash items	3,478	2,913	3,478	2,913
Add / (deduct) changes in assets or liabilities during the financial year				
Increase in loans and advances	(218,858)	(187,910)	(218,858)	(187,910)
Increase in member deposits	250,212	152,307	250,212	152,307
Increase in accrued interest receivable	83	(385)	(32)	(279)
Increase in accrued interest payable	(1,331)	1,198	(1,331)	1,198
Decrease / (increase) in other assets	81	(3,715)	84	(3,709)
Increase / (decrease) in other liabilities	945	1,322	1,312	(3,517)
Increase in income tax payable	(295)	1,298	(295)	1,298
Increase in deferred tax assets	821	(895)	821	(895)
Total changes in assets or liabilities	31,658	(36,780)	31,913	(41,507)
Net cash from / (used in) operating activities	40,504	(25,686)	40,759	(30,413)



Notes to the Financial Statements (continued)

Note 9. Investments

Investments are classified at amortised cost when they are held in a business model with the objective of collecting contractual cash flows or at fair value through other comprehensive income (FVOCI) when they are held in a business model with the objective of collecting cash flows and realising the asset through sale.

The Group makes an assessment of the objective of the business model in which a financial asset is held at portfolio level because this best reflects the way the business is managed, and information is provided to management. The Group considers a range of qualitative and quantitative factors, including the stated policies and objectives for the portfolio and the operation of those policies in practice. This includes whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of assets.

The assessment also considers how the performance of the portfolio is evaluated and reported to the Group's management, the risks that affect the performance of the business model (and the financial assets held within the business model) and how those risks are managed, and the frequency, volume and timing of sales in prior periods, the reasons for such sales and expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Group's stated objective for managing the financial assets is achieved and how cash flows are realised.

No ECL provision has been recognised for the investments as at 30 June 2026 (2025: nil).

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Deposits with Cuscal Ltd	15,250	15,250	15,250	15,250
Investment in debt securities	173,414	111,981	173,414	111,981
Investment in debt securities - FVOCI	120,853	116,444	120,853	116,444
	309,517	243,675	309,517	243,675
Not longer than 3 months until maturity	179,490	112,222	179,490	112,222
Longer than 3 months but not longer than 12 months until maturity	39,756	51,819	39,756	51,819
Longer than 1 year but not longer than 5 years until maturity	90,271	79,634	90,271	79,634
	309,517	243,675	309,517	243,675

Notes to the Financial Statements (continued)

Note 10. Trade and other receivables

Trade and other receivables comprise non-interest bearing debtors, and are initially recognised at fair value and subsequently measured at amortised cost.

Receivables with a short duration are not discounted.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Interest receivable	2,115	2,198	2,639	2,607
Finance lease receivable (Note 23)	462	594	462	594
Other	606	1,517	598	1,517
	3,183	4,309	3,699	4,718



Notes to the Financial Statements (continued)

Note 11. Loans and advances

Loans and advances comprise term and revolving credit facilities provided to members and members' overdrawn savings accounts and are initially recorded at fair value including incremental direct transaction costs. They are subsequently measured at amortised cost, using the effective interest method, less impairment losses (refer to Note 12).

The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the loan or advance to the net carrying amount of the loan or advance. When estimating the future cash flows, the Group considers all contractual terms of the loan or advance excluding any future credit losses. Included in this calculation are all fees paid or received that are integral to the contract.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Loans and advances carried at amortised cost				
Revolving credit facilities	14,975	19,471	14,975	19,471
Term loans - secured	1,932,246	1,708,973	1,932,246	1,708,973
Term loans - unsecured	211	211	211	211
Gross loans and advances	1,947,432	1,728,655	1,947,432	1,728,655
Specific provision for impairment	(394)	(343)	(394)	(343)
Expected credit loss provision for impairment	(1,834)	(1,513)	(1,834)	(1,513)
Net loans and advances	1,945,204	1,726,799	1,945,204	1,726,799
Loans and advances by maturity				
Lines of credit (including unsecured overdrafts)	14,975	19,361	14,975	19,361
Not longer than 3 months	15,495	10,977	15,495	10,977
Longer than 3 months but not longer than 12 months	71,756	34,547	71,756	34,547
Longer than 1 year but not longer than 5 years	24,187	21,800	24,187	21,800
Longer than 5 years	1,821,019	1,641,970	1,821,019	1,641,970
Gross loans and advances	1,947,432	1,728,655	1,947,432	1,728,655
Loans and advances by security				
Secured by mortgage	1,913,039	1,694,262	1,913,039	1,694,262
Secured by other	23,811	23,811	23,811	23,811
Unsecured	10,582	10,582	10,582	10,582
Gross loans and advances	1,947,432	1,728,655	1,947,432	1,728,655
Loans and advances by purpose				
Residential	1,824,193	1,645,536	1,824,193	1,645,536
Personal	25,169	33,681	25,169	33,681
Commercial	98,070	49,438	98,070	49,438
Gross loans and advances	1,947,432	1,728,655	1,947,432	1,728,655
Concentration of risk				
The Credit Union's loans are predominantly concentrated in South Australia. This creates an exposure to a particular segment as follows:				
South Australian residents	1,837,043	1,617,088	1,837,043	1,617,088
Other residents	110,389	111,567	110,389	111,567
Gross loans and advances	1,947,432	1,728,655	1,947,432	1,728,655

Notes to the Financial Statements (continued)

Note 11. Loans and advances (continued)

The Group has a significant exposure to groupings of individual loans which concentrate risk and create exposure to the employment sector of educators in both the government and non-government South Australian school systems. As at 30 June 2026, loans to members of the education community of South Australia totalled \$564.824 million

(2025: \$514.150 million). This represents approximately 29.1% of the total loan portfolio (2025: 29.8%).

As at 30 June 2026, the Group had no loan facilities with an outstanding balance in excess of 10% of its total capital (2025: nil).

Note 12. Impairment of loans and advances

The Group applies a three-stage approach to measuring expected credit losses (ECLs) for loans and advances. Exposures are assessed on a collective basis in each stage unless there is sufficient evidence that one or more events associated with an exposure could have a detrimental impact on estimated future cash flows. Where such evidence exists, the exposure is assessed on an individual basis.

Stage and Measurement basis:

- 12-months ECL - Performing (Stage 1) The portion of lifetime ECL associated with the probability of default events occurring within the next 12 months.
- Lifetime ECL - Underperforming (Stage 2) ECL associated with the probability of default events occurring throughout the life of a loan where the loan has seen a significant increase in credit risk.
- Lifetime ECL - Non-performing (Stage 3) Lifetime ECL where the loan has met the technical definition of default, however, has not been assessed on an individual basis.

Impaired loans assessed on an individual basis are held in a specific provision lifetime ECL.

At each reporting date, the Group assesses the credit risk of exposures in comparison to the risk at initial recognition, to determine the stage that applies to the associated ECL measurement.

When determining whether credit risk has increased significantly since initial recognition, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information based on the Group's historical experience and credit assessment including forward-looking information. Furthermore, when determining whether the risk of default has increased significantly since initial recognition, the Group

considers the arrears of each individual loan. The Group does not rebut the presumption that instruments that are 30 days past due have experienced a significant increase in credit risk (SICR) but this is used as a backstop rather than the primary indicator. In addition, the deferral of payments by customer in hardship arrangements is generally treated as an indication of a SICR.

If the credit risk of a loan has increased significantly since initial recognition, the asset will migrate to Stage 2. Should an asset become impaired (90 days past due) it will be transferred to Stage 3. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Credit exposures will migrate back to Stage 1 and 2 should signs of increased credit risk and impairment be reversed which includes but not limited to consistently good payment behaviour over a period of time.

In the preparation of the ECL provisioning, the Group considered the impact of the volatile interest rate environment and the general deterioration in the economic environment. The economic uncertainty represents a material downside risk to the economy and the Group incorporated estimates, assumptions and judgments including an event risk overlay to account for forecast changes to account for the significant risk factors in the portfolio.

Modified financial assets

A loan that is restructured or renegotiated is derecognised if the existing agreement is cancelled and a new agreement made on substantially different terms or if the terms of an existing agreement are modified such that the restructured loan is a substantially different instrument. Where such loans are derecognised, the restructured contract is a new loan and is assessed in accordance with the Group's credit policy.



Notes to the Financial Statements (continued)

Note 12. Impairment of loans and advances (continued)

ECL calculation

The ECL is calculated using three main parameters i.e. a probability of default (PD), a loss given default (LGD) and an exposure at default (EAD) combined with historical, current and forward-looking information, including macro-economic data.

- For accounting purposes, the 12-months and lifetime PD represent the expected point-in-time probability of a default over the next 12 months and remaining lifetime of loan.
- The LGD represents expected loss conditional on default, taking into account the mitigating effect of collateral, and its expected value when realised.
- The EAD represents the expected exposure at default, taking into account the repayment of principal and interest from the balance sheet date to the default event together with any expected drawdown of a facility.

The 12-months ECL is equal to the discounted sum over the next 12-months of monthly PD multiplied by LGD and EAD. Lifetime ECL is calculated using the discounted sum of monthly PD over the full remaining life multiplied by LGD and EAD.

The reported ECL is an unbiased and probability weighted amount based on three economic scenarios, a business as usual, economic upturn and economic downturn. The economic scenarios are driven by a single key macroeconomic factor, the South Australian unemployment rate, which takes into account the current and forecast economic environment. Given

the Group's high geographic concentration to South Australia, the Group's loan performance is highly correlated to this macroeconomic factor.

The Group formulates three economic scenarios: a base case, which is the central scenario, developed internally based on consensus forecasts, and two less likely scenarios, one upside and one downside scenario. The central scenario is aligned with information used by the Group for other purposes such as strategic planning and budgeting. External information considered includes economic data and forecasts published by governmental bodies and monetary authorities in Australia.

ECL sensitivity analysis

The uncertainty of the impact of the current economic environment created significant estimation uncertainty in relation to the measurement of the Group's expected credit losses. The volatility in the interest rate environment could impact the credit quality of the Group's exposures and has been allowed for in the ECL provision.

The Group's ECL was calculated with a probability weighting of 60% for the base scenario (2025: 60%), 5% for the upside scenario (2025: 5%) and 35% for the downside scenario (2025: 35%).

The table below illustrates the sensitivity of ECL to key factors.

	2026 %	2026 \$'000		2025 %	2025 \$'000
	Unemployment rate	(Decrease) / increase in ECL		Unemployment rate	(Decrease) / increase in ECL
100% upside scenario	2.00% to 4.25%	(131)		3.93% to 4.33%	(155)
100% base scenario	2.60% to 4.25%	(52)		4.63% to 4.63%	(60)
100% downside scenario	3.10% to 4.35%	107		5.23% to 6.63%	125

Write-off policy

The Group writes off a loan balance when it is determined that the loan is uncollectible. This determination is reached after considering information such as occurrence of a significant change in the borrower's financial position such that the

borrower can no longer repay the obligation under the terms of the contract, or that the proceeds from collateral will not be sufficient to cover the entire exposure. Any subsequent recoveries of these loan write-offs are recognised through profit or loss.



Notes to the Financial Statements (continued)

Note 12. Impairment of loans and advances (continued)

		Consolidated		Credit Union	
	Notes	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
(a) Provisions for impairment					
Specific provision	11	394	343	394	343
Expected credit loss provision					
Stage 1: 12-months ECL - not credit impaired	11	908	492	908	492
Stage 2: Lifetime ECL - not credit impaired	11	542	602	542	602
Stage 3: Lifetime ECL - credit impaired	11	384	419	384	419
Total provision for impairment		2,228	1,856	2,228	1,856
(b) Impairment losses on loans and advances					
Individually assessed provisions for impairment increase		51	127	51	127
Expected credit loss provision for impairment increase		321	290	321	290
Bad debts written off directly to profit and loss		81	36	81	36
Charge to profit and loss		453	453	453	453
(c) Impaired loans and advances					
Non-accrual loans					
Balance		8,178	6,811	8,178	6,811
Restructured loans					
Balance		8,339	9,141	8,339	9,141
Interest revenue on non-accrual and restructured loans		-	-	-	-
Interest foregone on non-accrual and restructured loans		(138)	(102)	(138)	(102)
Net interest foregone		(138)	(102)	(138)	(102)



Notes to the Financial Statements (continued)

Note 12. Impairment of loans and advances (continued)

The table below represents the reconciliation from the opening balance to the closing balance of the ECL allowance for loans and advances:

Consolidated and Credit Union

	Stage 1 12-months ECL not credit impaired collective provision	Stage 2 Lifetime ECL not credit impaired collective provision	Stage 3 Lifetime ECL credit impaired collective provision	Specific provision lifetime ECL	Total
Balance at 1 July 2025	492	602	419	343	1,856
Changes due to financial assets recognised in the opening balance that have:					
Transferred from 12-months ECL	(1)	1	-	-	-
Transferred to collective provision Stage 2	9	(10)	-	1	-
Transferred to collective provision Stage 3	78	64	(149)	7	-
Net remeasurement of loss allowance	(32)	63	153	164	348
New loans and advances originated	437	9	-	-	446
Loans discharged	(75)	(187)	(36)	(22)	(320)
Bad debts written off	-	-	(3)	(99)	(102)
Charge to income statement	416	(60)	(35)	51	372
Balance at 30 June 2026	908	542	384	394	2,228
Balance at 1 July 2024	308	590	325	216	1,439
Changes due to financial assets recognised in the opening balance that have:					
Transferred from 12-months ECL	(7)	6	1	-	-
Transferred to collective provision Stage 2	112	(114)	1	1	-
Transferred to collective provision Stage 3	-	103	(103)	-	-
Net remeasurement of loss allowance	2	(58)	338	208	490
New loans and advances originated	117	228	-	-	345
Loans discharged	(40)	(153)	(141)	(15)	(349)
Bad debts written off	-	-	(2)	(67)	(69)
Charge to income statement	184	12	94	127	417
Balance at 30 June 2025	492	602	419	343	1,856

Impact of movements in gross carrying amount on provision for expected credit losses

The impairment provision comprises collective provisions measured using the three-stage approach (12-months ECL and lifetime ECL) and a specific provision (lifetime ECL) held for exposures assessed individually. The following paragraphs describe how significant changes in the gross carrying amount of loans and advances during the financial year have contributed to the changes in the impairment provision for the Group under the expected credit loss model.

Overall, the total impairment provision increased by \$0.372 million (2025: increased by \$0.417 million) compared to the balance at the beginning of the year. Specific provisions increased by \$0.051 million to \$0.394 million (2025: increased by \$0.127 million) primarily due to higher volume of individually assessed impairment in unsecured loans.



Notes to the Financial Statements (continued)

Note 13. Other financial assets

Equity investments that are not held for sale are classified as other financial assets that are measured at fair value through other comprehensive income (FVOCI) with fair value determined by reference to the fair value hierarchy. The Group's investments in Cuscal Ltd and Data Action Pty Ltd were classified as level 3 in previous financial years. The Group determines fair value by referencing independent external valuations and considering net tangible assets and net assets.

In previous years, the Group classified its equity investment in Cuscal Ltd and Data Action Pty Ltd as other financial assets at FVOCI as the assets were not held for trading and it recognised only dividend income in profit and loss. Changes to the fair value of its equity investments were recognised in the other comprehensive income and were never reclassified to profit or loss.

The Group received no dividends from Cuscal Ltd for the year ended 30 June 2026 (2025: \$0.263 million). The Group received no dividends from Data Action for the year ended 30 June 2026 (2025: \$2.703 million).

In March 2025, the Group sold 100% of the shares held in Data Action Pty Ltd and in May 2025 the Group sold 100% of the shares held in Cuscal Ltd. On the basis these equity investments were held as financial assets measured at FVOCI the sales did not result in any impact to the profit and loss but the revaluation reserve related to these equity investments was reclassified to retained earnings.

Note 14. Property, plant and equipment

Recognition and measurement

Items of property, plant and equipment (PP&E) are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset.

Where parts of an item of PP&E have different useful lives, they are accounted for as separate items of PP&E.

Gains and losses on disposal of an item of PP&E are determined by comparing the proceeds from disposal with the carrying amount of PP&E and recognised net within other income in the profit or loss.

Depreciation

All PP&E, except land, have limited useful lives and are depreciated using the straight-line method over their estimated useful lives.

The depreciation rates used for each class of assets for the current and comparative period are as follows:

Depreciable assets

Building works	10.0%
Right-of-use assets	20.0%
Plant and equipment	10.0% to 50.0%

Please refer to Note 23(a) for the accounting policy for right-of-use assets.

The residual value, the useful life and the depreciation method applied to an asset are reassessed at least annually and adjusted if appropriate.



Notes to the Financial Statements (continued)

Note 14. Property, plant and equipment (continued)

The Company's property, plant and equipment balances and movements are identical to those of the Group. Accordingly, the disclosures presented in this note apply to both the Group and the Company.

Reconciliations of the carrying amounts for property, plant and equipment are set out below:

Consolidated and Credit Union	Freehold land	Buildings	Right-of-use assets	Plant & equipment	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2024					
Cost	162	112	5,331	4,488	10,093
Accumulated depreciation	(162)	(112)	(4,920)	(3,912)	(9,106)
Net book amount at 1 July 2024	-	-	411	576	987
Additions	-	-	3,393	753	4,146
Disposals / write-off - cost	(162)	(112)	-	(270)	(544)
Disposals / write-off - accumulated depreciation	162	112	-	257	531
Depreciation	-	-	(761)	(289)	(1,050)
Net book amount at 30 June 2025	-	-	3,043	1,027	4,070
Cost	-	-	8,724	4,971	13,695
Accumulated depreciation	-	-	(5,681)	(3,944)	(9,625)
Net book amount 30 June 2025	-	-	3,043	1,027	4,070
At 1 July 2025					
Opening net book amount	-	-	3,043	1,027	4,070
Additions	-	-	-	238	238
Disposals / write-off - cost	-	-	-	(222)	(222)
Disposals / write-off - accumulated depreciation	-	-	-	209	209
Depreciation	-	-	(777)	(366)	(1,143)
Net book amount at 30 June 2026	-	-	2,266	886	3,152
At 30 June 2026					
Cost	-	-	8,724	4,987	13,711
Accumulated depreciation	-	-	(6,458)	(4,101)	(10,559)
Net book amount at 30 June 2026	-	-	2,266	886	3,152

As at 30 June 2026, property, plant and equipment includes right-of-use assets with a carrying value of \$2.266 million (2025: \$3.043 million) related to the head office lease.

Notes to the Financial Statements (continued)

Note 15. Intangible assets

Intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses.

The Company's intangible assets balances and movements are identical to those of the Group. Accordingly, the disclosures presented in this note apply to both the Group and the Company.

Amortisation

Amortisation is calculated from the date the asset becomes operational over the cost of the asset, or any other amount substituted for cost, less its residual value.

Amortisation is recognised in the statements of profit or loss and other comprehensive income on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives for the current and comparative periods are as follows:

Software	3-5 years
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Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Consolidated and Credit Union

At 30 June 2024

	Software \$'000	Work in progress \$'000	Total \$'000
Cost	2,832	3,622	6,454
Accumulated amortisation and impairment	(2,024)	-	(2,024)
Net book amount	808	3,622	4,430

Year ended 30 June 2025

Opening net book amount	808	3,622	4,430
Additions	-	3,414	3,414
Transfers	6,492	(6,492)	-
Disposals / derecognition - cost	(2,056)	(205)	(2,261)
Disposals / derecognition - accumulated amortisation	2,038	-	2,038
Amortisation	(1,174)	-	(1,174)
Closing net book amount	6,108	339	6,447

At 30 June 2025

Cost	7,268	339	7,607
Accumulated amortisation and impairment	(1,160)	-	(1,160)
Net book amount	6,108	339	6,447

Year ended 30 June 2026

Opening net book amount	6,108	339	6,447
Additions	-	1,746	1,746
Transfers	1,773	(1,773)	-
Disposals / derecognition - cost	-	-	-
Disposals / derecognition - accumulated amortisation	-	-	-
Amortisation	(1,778)	-	(1,778)
Closing net book amount	6,103	312	6,415

At 30 June 2026

Cost	9,041	312	9,353
Accumulated amortisation and impairment	(2,938)	-	(2,938)
Net book amount	6,103	312	6,415



Notes to the Financial Statements (continued)

Note 16. Other assets

Other assets are comprised of non-interest bearing receivables and prepayments and are initially recognised at fair value and subsequently measured at amortised cost less impairment losses. Receivables with a short duration are not discounted.

Software as a Service ('SaaS') arrangements are service contracts providing the Group with the right to access a cloud provider's application service software over the contractual period. Fees for the use of application software and customisation costs are recognised as an operating expense over the term of the

service contract. Any configuration costs, data conversion and migration costs, testing costs and training costs are recognised as an operating expense as the service is received.

Costs incurred for the development of software code that enhances or modifies, or creates additional capability to existing on-premise systems and meets the definition and recognition criteria of an asset are recognised as other assets.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Prepayments	2,979	1,801	2,965	1,782
Software as a Service	138	486	138	486
	3,117	2,287	3,103	2,268

Note 17. Member deposits

Member deposits are brought to account at fair value less attributable incremental direct transaction costs and subsequently measured at amortised cost. Interest and yield related fees are recognised in profit or loss based on the effective interest rate basis.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Withdrawable shares	61	64	61	64

Deposits carried at amortised cost:

At call deposits	1,282,523	1,067,296	1,282,523	1,067,296
Term deposits	712,527	677,539	712,527	677,539
Total member deposits	1,995,111	1,744,899	1,995,111	1,744,899

The Group has an exposure to groupings of individual deposits which concentrate risk and create exposure to the employment sector of educators in both the government and non-government school systems. As at 30 June 2026, deposits from members of the education community of South Australia totalled \$386.314 million (2025: \$344.979 million). This represents approximately 19.4% of total deposits (2025: 19.8%).

As at 30 June 2026, deposits from members currently residing in South Australia totalled \$1,693.399 million (2025: \$1,552.501 million). This represents approximately 83.2% of total deposits (2025: 89.0%).

As at 30 June 2026, the Group has no individual or group of deposit facilities with an outstanding balance in excess of 10.0% of its total liabilities (2025: nil).



Notes to the Financial Statements (continued)

Note 18. Interest-bearing liabilities

Interest-bearing liabilities are initially recognised at fair value less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Negotiable Certificate of Deposit (NCD) – Wholesale funding	134,389	118,347	134,389	118,347
Wholesale deposits	39,500	17,500	39,500	17,500
Subordinated debt – Tier-2 capital instrument	17,500	17,500	17,500	17,500
	191,389	153,347	191,389	153,347

Note 19. Trade and other payables

Trade and other payables are initially recognised at fair value and subsequently measured at amortised cost. Trade payables are non-interest bearing and are normally settled within 30 days.

The average credit period in relation to trade and other payables is less than 30 days.

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Trade creditors	1,053	1,754	1,053	1,754
Accrued interest payable on member deposits	9,042	10,729	9,042	10,729
Accrued interest payable on interest-bearing liabilities	1,563	1,060	1,563	1,060
Derivative interest accrued	141	288	141	288
Lease liability	3,091	3,952	3,091	3,952
Other creditors and accruals	1,401	1,449	2,063	1,744
	16,291	19,232	16,953	19,527



Notes to the Financial Statements (continued)

Note 20. Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as a finance cost.

(a) Employee entitlements

The provisions for employee entitlements to wages, salaries, annual leave and long service leave represent the amounts which the Group has a present obligation to pay resulting from employees' services provided up to the reporting date. The liability for employees' entitlements to annual leave and long service leave has been calculated at nominal amounts based on expected wage and salary rates and includes related on-costs. The liability for employees' entitlements to other long term benefits represents the present value of the estimated future cash outflows to be made by the employer resulting from the employees' services provided up to reporting date. The discount rate is the yield at reporting date on high quality corporate bonds that have a maturity date approximating the Group's obligations.

(i) Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which services are rendered by employees.

The Group contributes to a number of employee superannuation plans for the provision of benefits to employees on retirement, death or disability. Benefits provided under the plans are based on contributions for each employee. Employees contribute various percentages of their gross income to their nominated

fund. Further contributions are made by the Group for the benefit of its employees. Other than superannuation guarantee commitments, there is no legally enforceable obligation on the Group to contribute to the superannuation plans.

As the funds are accumulation funds, adequate funds are held to satisfy all benefits payable in the event of termination of the plan and voluntary or compulsory termination or retirement of each employee.

(ii) Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

(b) Make good provision

The Group is required to restore the leased premises of its head office and branch to their original condition at the end of the respective lease terms. A provision has been recognised for the present value of the estimated expenditure required to remove any leasehold improvements.

Notes to the Financial Statements (continued)

Note 20. Provisions (continued)

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Provision for leases				
Opening balance	47	46	47	46
Provision created	1	1	1	1
Provision utilised	-	-	-	-
Closing balance	48	47	48	47
Provision for long service leave				
Opening balance	2,049	1,848	2,049	1,848
Provision created	542	332	542	332
Provision utilised	(208)	(131)	(208)	(131)
Closing balance	2,383	2,049	2,383	2,049
Provision for annual leave				
Opening balance	1,337	1,233	1,337	1,233
Provision created	1,433	1,304	1,433	1,304
Provision utilised	(1,302)	(1,200)	(1,302)	(1,200)
Closing balance	1,468	1,337	1,468	1,337
Total provisions	3,899	3,433	3,899	3,433
Number of employees				
Number of full-time equivalent employees at year end	146	146	146	146



Notes to the Financial Statements (continued)

Note 21. Equity

(a) Retained earnings

Retained earnings comprise the accumulated profits of the Group net of transfers to redeemed member shares and transfers from the fair value reserve. Retained earnings are held in order for the Group to meet its prudential requirements.

(b) Redeemed member shares

Under the Corporations Act 2001, redeemed member shares (members' \$2 shares) may only be redeemed out of the Group's profit or through a new issue of shares for the purpose of the redemption. The value of member shares for existing members is disclosed as a liability in Note 17.

(c) Cash flow hedge reserve

The cash flow hedge reserve comprises the effective portion of the cumulative net change in the fair value of cash flow hedging instruments used in cash flow hedges pending subsequent recognition in the profit or loss as the hedged cash flows affect the profit or loss.

(d) Fair value reserves

Fair value reserves comprise the revalued component of financial assets that are categorised as FVOCI under AASB 9 *Financial instruments*.

Note 22. Financing facilities

The Group has access to the following lines of credit:

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Total facilities available				
Overdraft facilities	5,000	5,000	5,000	5,000
Facilities not utilised at balance date				
Overdraft facilities	5,000	5,000	5,000	5,000

For the financial year ended 30 June 2026, the above facilities are secured against a security deposit held with Cuscal Ltd. Interest charged on these facilities and received on the security deposit are at prevailing market rates.

Notes to the Financial Statements (continued)

Note 23. Commitments, contingent liabilities and contingent assets

(a) Lease commitments

Leases as lessee

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of-use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

The Group leases its head office and branch. The lease term for the head office building and branch is 6 years. The Group does not have an option to purchase the leased asset at the expiry of the lease period.

The Group's lease of head office and branch contains extension options. Where practicable, the Group seeks to include extension options in new leases to provide operational flexibility. The extension options held are exercisable only by the Group and not by the lessors. The Group assesses at lease commencement date whether it is reasonably certain to exercise the extension options. The Group reassesses whether it is reasonably certain to exercise the options if there is a significant event or significant changes in circumstances within its control.

Information about leases for which the Group is a lessee is presented below.

(i) Right-of-use assets

Right-of-use assets relate to leased branch and office premises that are presented within property, plant and equipment (refer to Note 14). A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at the amount equal to the lease liability, adjusted by the amount of any direct establishment costs, prepaid or accrued lease payments.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. In addition, the right-of-use assets are reviewed for impairment and adjusted for certain remeasurements of the lease liabilities.

Consolidated and Credit Union	2026	2025
	\$'000	\$'000
Opening balance as at 1 July	3,043	411
Depreciation charge for the year	(777)	(761)
Addition to right-of-use assets	-	3,393
Balance as at 30 June	2,266	3,043

Refer to Note 25 for maturity analysis of lease liabilities as at 30 June 2026.



Notes to the Financial Statements (continued)

Note 23. Commitments, contingent liabilities and contingent assets (continued)

Consolidated and Credit Union	2026 \$'000	2025 \$'000
(ii) Amounts recognised in profit or loss		
Interest expense on lease liabilities	181	241
Interest income on finance lease receivable	27	36
(iii) Amounts recognised in statements of cash flows		
Principal portion of lease liability	1,042	949
Interest portion of lease liability	(181)	(241)
Total cash inflow from lease liability	861	708
Principal portion of sub-lease	(159)	(153)
Interest portion of sub-lease	27	36
Total cash inflow from sub-lease	(132)	(117)

Leases as lessor

The Group sub-lets office space relating to the lease it holds as a lessee presented above as right-of-use asset. The Group assessed the classification of the sub-lease contract with reference to the right-of-use asset rather than the underlying assets and concluded that it is a finance lease under AASB 16 Leases.

The following table sets out a maturity analysis of lease receivables, showing the undiscounted lease payments to be received after the reporting date.

Consolidated and Credit Union	2026 \$'000	2025 \$'000
(i) Finance lease under AASB 16 Leases		
Less than one year	165	160
Between one and two years	170	165
Between two and three years	161	170
Between three and four years	-	161
Total undiscounted lease receivables	496	656
Unearned finance income	(34)	(62)
Net investment in the sub-lease	462	594

Notes to the Financial Statements (continued)

Note 23. Commitments, contingent liabilities and contingent assets (continued)

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
(b) Capital commitments				
Capital expenditure commitments	138	308	138	308
(c) Outstanding loan commitments				
Loans approved but not yet funded				
Residential	27,620	34,539	27,620	34,539
Personal	44	50	44	50
	27,664	34,589	27,664	34,589
(d) Members' unused credit facilities				
Revolving credit and redraw facilities	214,978	217,302	214,978	217,302

(e) Contingent liabilities

At reporting date, the Group had no secured financial guarantees in place.

Note 24. Key management personnel

(a) Key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any Director of the Group.

The names of persons who were key management personnel of the Group at any time during the financial year are as follows:

Non-executive Directors:

J.A. Cooper, K. Hawkins, L.H. Small, M.P. Walsh, N.C. Anderson, P.C. Dewsnap, P.L.F. Riquier

Executive Management Committee:

J. Bullock, K.L. Beard, L. Reinhardt, N. Santinon, S.M. Dyda, T.M. Roberts, T.M.E. Prowse

The aggregate compensation of the key management personnel of the Group is set out below:

Consolidated and Credit Union	2026	2025
	\$	\$
Short-term employee benefits	2,892,267	2,757,550
Payments to defined contribution plans	229,895	247,990
Other long-term benefits	160,774	12,308
Termination benefits	129,846	-
	3,412,782	3,017,848

The Group does not pay share-based payments to key management personnel.



Notes to the Financial Statements (continued)

Note 24. Key management personnel (continued)

	2026 \$	2025 \$
(b) Loans to key management personnel		
Aggregate loans to key management personnel outstanding at reporting date:		
Mortgage and personal loans	3,621,112	3,843,821
Lines of credit (including unsecured overdrafts)	-	-
	3,621,112	3,843,821
Aggregate amount of loans made during the year to key management personnel:		
Total loans made during the year	-	2,874,691
Aggregate amount of interest charged during the year to key management personnel:		
Mortgage and personal loans	192,485	133,330
Aggregate amount of repayments made during the year from key management personnel:		
Mortgage and personal loans	415,194	916,082
Net movement in lines of credit (including unsecured overdrafts) including interest charged	-	-

The key management personnel who held loan accounts with the Group during the year were M.P. Walsh, K.L. Beard, L. Reinhardt, T.M. Roberts and T.M.E. Prowse.

Loans to key management personnel may include joint loans with partners where both parties are jointly and severally liable. All loans were subject to normal terms and conditions and there were no breaches of these terms and conditions during the year. All key management personnel hold a withdrawable share as members of the Group.

As at 30 June 2026, the loans to key management personnel are allocated to Stage 1 of the ECL model and have a loss allowance of \$1,008 (2025: \$946). No impairment loss was recognised in profit or loss in respect of these balances (2025: nil).

Notes to the Financial Statements (continued)

Note 25. Financial risk management

(a) Financial risk management

This note presents information about the Group's exposure to each of the above risks, the Group's objectives, policies and processes for measuring and managing risk, and the Group's management of capital.

The Group has exposure to the following risks arising from financial instruments:

- Liquidity risk
- Credit risk
- Market risk

The Credit Union's Board of Directors is ultimately responsible for the sound and prudent management of the Group. The Board of Directors has established a Risk Committee that is responsible for establishing an effective risk management framework to manage the Group's exposure to risk. It is also responsible for ensuring that risks are managed within approved limits and for overseeing compliance to relevant policies. The Risk Committee reports regularly to the Board of Directors on its activities.

The Group's financial risk management policies are established to identify and analyse the financial risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed to reflect changes in market conditions and the Group's activities.

The Credit Union's Board of Directors has established an Audit Committee to assist the Board of Directors in fulfilling its responsibilities relating to internal controls and the accounting and reporting practices of the Credit Union. It serves as an independent and objective party to review the financial information and associated risks presented by management to members, regulators and the general public. The Audit Committee is responsible for reviewing the effectiveness of internal controls and risk management systems established by management to enable compliance with legislation, prudential standards, accounting standards and Board Policies. The Audit Committee is assisted in its oversight role by Internal Audit. The Audit Committee reports to the Board of Directors on its activities.

(b) Liquidity risk management

Liquidity risk is the risk that the Group will not be able to meet its payment obligations as they fall due, including repaying member deposits, or that the Group has insufficient capacity to fund increases in assets. The timing mismatch of cash flows and the related liquidity risk is inherent in all banking operations and is closely monitored by the Group.

The Group's approach to managing liquidity is to ensure that it will always have sufficient liquidity available to meet its liabilities and cash flow demands as they fall due, under normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation. The Treasury's risk management function performs a daily cash flow projection to determine future net funding requirements, reflective of expected and alternative market and business conditions.

Treasury maintains a liquidity portfolio which is held in accordance with APRA's Prudential Standard APS210 Liquidity which requires the Group to hold specified liquid assets to 9% (2025: 9%) of adjusted liabilities as a minimum liquidity holding (MLH). MLH portfolio forms part of the investment in debt securities as disclosed in Note 9. The Group prudently, under its liquidity risk policy, has an MLH requirement of 10% (2025: 10%). The Group's Board liquidity risk policy requires the MLH ratio to be managed between 12% and 15%, allowing for surplus liquidity above the 15% upper limit to be invested in non-MLH investments. The liquidity risk policy also requires that a minimum percentage of adjusted liabilities be held in high quality liquid assets (HQLA) which it terms a HQLA ratio. The HQLA proportion of the MLH portfolio consists of cash, government and semi-government securities, ensuring a well-diversified overall liquidity portfolio. The HQLA, MLH and total liquidity ratios are reported to Executive management daily, discussed at Pricing Committee fortnightly as part of overall funding and liquidity management, and reported to the Board of Directors monthly.

The Group relies on deposits from members as its primary source of funding. Member deposits generally have maturities less than one year. A large proportion of member deposits are contractually payable on demand, however most of these display the operational behaviour of more stable longer term funding sources. To manage its funding and liquidity risk profile, the Group pursues through its funding and liquidity management strategy, a well-diversified funding base in terms of products, maturity terms and funding segment (both retail and wholesale). These parameters are set through policy design and are subject to annual review and are monitored daily and reported to Executive management and to the Board of Directors monthly.



Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

Treasury also source funding as required in wholesale markets to meet the daily net funding requirements of the Group.

In addition to the liquidity portfolio, the Group also has a \$5.000 million (2025: \$5.000 million) overdraft facility (refer to Note 22) and a self-securitisation programme with which it can access emergency liquidity through an RBA repo facility (refer to Note 27).

A contingency funding plan forms an integral part of the framework that enables the Group to proactively manage its liquidity risk profile under all conditions. All liquidity policies are subject to oversight and approval by the Executive management and ultimately to the Board of Directors.

The Group's MLH liquidity ratio and total liquidity ratio as at the end of the reporting period and comparative period were as follows:

	Consolidated		Credit Union	
	2026	2025	2026	2025
	%	%	%	%
As at 30 June:				
Liquidity holding - MLH	15.50	15.16	15.50	15.16
Liquidity holding - non MLH	0.49	0.08	0.49	0.08
Liquidity holding - total	15.99	15.24	15.99	15.24

The tables below summarise the maturity profile of the Group's financial liabilities as at reporting date based on contractual undiscounted repayment obligations. The Credit Union expects that many members will not request repayment on the earliest

date the Credit Union could be required to pay and the tables do not reflect the cash flows indicated by the Credit Union's deposit retention history.

Consolidated	Carrying amount	Contractual cash flows	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
2026							
Financial liabilities							
Member deposits including accrued interest	2,005,717	2,020,695	1,282,584	236,349	495,020	6,742	-
Interest-bearing liabilities including accrued interest	191,389	207,301	-	110,183	57,604	18,881	20,633
Derivative liabilities including accrued interest	1,636	1,203	-	500	392	311	-
Lease liabilities	3,091	3,329	-	272	820	2,237	-
Trade and other payables	2,453	2,453	-	2,453	-	-	-
	2,204,286	2,234,981	1,282,584	349,757	553,836	28,171	20,633
2025							
Financial liabilities							
Member deposits including accrued interest	1,755,628	1,767,989	1,067,360	335,431	339,934	25,264	-
Interest-bearing liabilities including accrued interest	154,406	167,005	-	104,386	34,943	5,815	21,861
Derivative liabilities including accrued interest	291	155	-	30	81	44	-
Lease liabilities	3,952	4,371	-	259	783	3,329	-
Trade and other payables	3,203	3,203	-	3,203	-	-	-
	1,917,480	1,942,723	1,067,360	443,309	375,741	34,452	21,861

Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

Credit Union	Carrying amount \$'000	Contractual cash flows \$'000	On demand \$'000	Less than 3 months \$'000	3 to 12 months \$'000	1 to 5 years \$'000	> 5 years \$'000
2026							
Financial liabilities							
Member deposits including accrued interest	2,005,717	2,020,695	1,282,584	236,349	495,020	6,742	-
Interest-bearing liabilities including accrued interest	191,389	207,301	-	110,183	57,604	18,881	20,633
Borrowings	251,783	251,783	-	-	-	-	251,783
Derivative liabilities including accrued interest	1,636	1,203	-	500	392	311	-
Lease liabilities	3,091	3,329	-	272	820	2,237	-
Trade and other payables	3,112	3,112	-	3,112	-	-	-
	2,456,728	2,487,423	1,282,584	350,416	553,836	28,171	272,416
2025							
Financial liabilities							
Member deposits including accrued interest	1,755,628	1,767,989	1,067,360	335,431	339,934	25,264	-
Interest-bearing liabilities including accrued interest	154,406	167,005	-	104,386	34,943	5,815	21,861
Borrowings	234,619	234,619	-	-	-	-	234,619
Derivative liabilities including accrued interest	291	155	-	30	81	44	-
Lease liabilities	3,952	4,371	-	259	783	3,329	-
Trade and other payables	3,498	3,498	-	3,498	-	-	-
	2,152,394	2,177,637	1,067,360	443,604	375,741	34,452	256,480

(c) Credit risk management

Credit risk is the risk of financial loss where a customer or counterparty fails to meet their financial obligation to the Group.

The largest exposure to credit risk is in the area of loans and advances and investments.

The Board of Directors has overall responsibility for the establishment and oversight of the Group's credit risk policies which are set by the Risk Committee in accordance with the Risk Appetite Statement and strategic objectives. Formal approval of the credit policy is retained by the Board.

The Board has delegated responsibility for the management of credit risk to the Executive management that includes the following:

- ensuring appropriate policies, systems, people, and controls are in place to manage credit risk in accordance with the Board approved Risk Appetite Statement and strategic objectives;

- actively considering credit risk as part of the decision-making processes and strategic and business planning;
- promoting a compliant culture by encouraging an open and supportive environment in which compliance with approved policy by all staff is recognised;
- reporting of compliance breaches, or possible breaches, and utilising these opportunities to enhance its future overall performance;

The Group holds collateral against loans and advances to members in the form of mortgage interests over real property and guarantees. Estimates of fair value are based on the value of collateral assessed at the time of borrowing and generally are not updated except when a loan is individually assessed as impaired.



Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

Details of the Group's impaired loans and advances as at the reporting date are disclosed below and in Note 12.

		Consolidated		Credit Union	
	Notes	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
Exposure to credit risk					
Individually impaired					
Gross amount		8,178	6,811	8,178	6,811
Stage 1: 12-months ECL					
Current		1,886,065	1,629,971	1,886,065	1,629,971
1-29 days		14,063	7,410	14,063	7,410
30-59 days		533	-	533	-
60-89 days		-	-	-	-
Subtotal gross loans		1,900,661	1,637,381	1,900,661	1,637,381
Stage 2: Lifetime ECL					
Current		35,202	77,504	35,202	77,504
1-29 days		1,064	3,304	1,064	3,304
30-59 days		1,195	559	1,195	559
60-89 days		-	-	-	-
90 days or greater		797	1,231	797	1,231
Subtotal gross loans		38,258	82,598	38,258	82,598
Stage 3: Lifetime ECL					
Current		-	-	-	-
1-29 days		-	28	-	28
30-59 days		298	1,343	298	1,343
60-89 days		(1)	(4)	(1)	(4)
90 days or greater		38	498	38	498
Subtotal gross loans		335	1,865	335	1,865
Grand total gross loans	11	1,947,432	1,728,655	1,947,432	1,728,655
Allowance for impairment	12	(2,228)	(1,856)	(2,228)	(1,856)
Net loans and advances	11	1,945,204	1,726,799	1,945,204	1,726,799

Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

The majority of past due loans are mortgage loans secured by property with no loss expected. The Group's cash and cash equivalents, investments, trade and other receivables, derivative assets and notes receivable are neither past due nor impaired.

The Group limits its credit exposure to other financial institutions by investing its liquidity portfolio in accordance with APRA's minimum investment grade criteria and limits its counterparties to Australian domiciled ADIs (per the Board liquidity policy requirements). The Group does not expect any counterparty to fail to meet its obligations.

The Group's maximum exposure to credit risk at the reporting date (without taking into account the value of any collateral or other security in the event other parties fail to perform their obligations under financial instruments) in relation to each class of recognised financial asset is the carrying amount of those assets (net of any provision for impairment).

The Group's maximum exposure to credit risk at the reporting date was:

	Notes	Consolidated		Credit Union	
		2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
Cash and cash equivalents	8	77,535	67,789	41,878	48,813
Investments	9	309,517	243,675	309,517	243,675
Trade and other receivables	10	3,183	4,309	3,699	4,718
Loans and advances	11, 12	1,945,204	1,726,799	1,945,204	1,726,799
Notes receivable	27	-	-	287,600	253,500
Derivative assets	26	152	784	152	784
Total maximum exposure		2,335,591	2,043,356	2,588,050	2,278,289



Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

(d) Market risk management

Market risk is the risk to the Group's earnings that arise from fluctuations in interest rates and credit spreads (the Group is not exposed to equity, foreign currency or commodity price movements). The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimising the return.

The principal risk to which non-trading portfolios are exposed is the risk of loss from fluctuations in the future cash flows or fair values of financial instruments because of a change in market interest rates. The Group is predominately exposed to interest

rate risk. Interest rate risk is managed principally through monitoring the sensitivity of the Group's financial assets and liabilities, measured as discounted cash-flows, against interest rate movement scenarios and the use of derivatives.

Derivatives, in the form of interest rate swaps, are utilised to manage the repricing mismatch between assets and liabilities. The Group is exposed to changes in interest rates. An analysis of the Group's sensitivity, both as dollars and as a percentage of capital, to a 100 basis point parallel (increase) / decrease in market rates is as follows:

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Revenue sensitivity:				
As at 30 June	1,076	658	1,076	658
Average for the period	555	838	555	838
Maximum for the period	1,134	1,089	1,134	1,089
Minimum for the period	64	521	64	521

	Consolidated		Credit Union	
	2026	2025	2026	2025
	%	%	%	%
Revenue sensitivity as a percentage of total capital:				
As at 30 June	0.74%	0.47%	0.74%	0.47%
Average for the period	0.39%	0.64%	0.39%	0.64%
Maximum for the period	0.78%	0.85%	0.78%	0.85%
Minimum for the period	0.05%	0.37%	0.05%	0.37%

To manage exposure to interest rate risk, the Group has quantified acceptable risk parameters, and has put in place a third party interest rate risk management system to monitor performance against those parameters. In addition, a risk management framework is periodically reviewed by the Board and Risk Committee, together with reporting of results to the Board and Risk Committee.

The following summarises the Group's interest rate gap position (before discounting cash flows) and the effective interest rates of financial assets and financial liabilities for the Group. Financial instruments are classified by the date at which the applicable rate will next be reset.

Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

Consolidated	Less than 1 month \$'000	1 month to 12 months \$'000	1 year to 5 years \$'000	6 years to 10 years \$'000	Non-interest earning/ bearing \$'000	Total carrying value \$'000	Weighted average rate %
2026							
Financial assets							
Cash and cash equivalents	77,535	-	-	-	-	77,535	4.06%
Investments	58,464	251,053	-	-	-	309,517	4.75%
Loans and advances	1,799,967	51,442	92,091	3,735	197	1,947,432	6.33%
Trade and other receivables	-	-	-	-	3,183	3,183	-
Derivative assets	-	31	121	-	-	152	4.50%
	1,935,966	302,526	92,212	3,735	3,380	2,337,819	6.03%
Financial liabilities							
Member deposits	916,188	657,105	6,064	-	415,754	1,995,111	3.17%
Interest-bearing liabilities	30,188	132,201	11,500	17,500	-	191,389	5.43%
Trade and other payables	-	-	-	-	16,291	16,291	-
Derivative liabilities	-	769	726	-	-	1,495	3.58%
	946,376	790,075	18,290	17,500	432,045	2,204,286	3.35%
Interest rate swaps – notional principal	(380,000)	315,000	65,000	-	-	-	-
	609,590	(172,549)	138,922	(13,765)	(428,665)	133,533	-
2025							
Financial assets							
Cash and cash equivalents	67,789	-	-	-	-	67,789	3.36%
Investments	52,731	190,944	-	-	-	243,675	4.29%
Loans and advances	1,619,239	35,848	66,245	7,132	191	1,728,655	5.85%
Trade and other receivables	-	-	-	-	4,309	4,309	-
Derivative assets	-	513	271	-	-	784	3.87%
	1,739,759	227,305	66,516	7,132	4,500	2,045,212	5.57%
Financial liabilities							
Member deposits	765,022	578,281	22,964	-	378,632	1,744,899	2.81%
Interest-bearing liabilities	22,290	113,557	-	17,500	-	153,347	4.81%
Trade and other payables	-	-	-	-	19,232	19,232	-
Derivative liabilities	-	3	-	-	-	3	3.49%
	787,312	691,841	22,964	17,500	397,864	1,917,481	2.94%
Interest rate swaps – notional principal	(445,000)	410,000	35,000	-	-	-	-
	507,447	(54,536)	78,552	(10,368)	(393,364)	127,731	-



Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

Credit Union

	Less than 1 month \$'000	1 month to 12 months \$'000	1 year to 5 years \$'000	6 years to 10 years \$'000	Non-interest earning/ bearing \$'000	Total carrying value \$'000	Weighted average rate %
2026							
Financial assets							
Cash and cash equivalents	41,878	-	-	-	-	41,878	3.71%
Investments	58,464	251,053	-	-	-	309,517	4.75%
Loans and advances	1,799,967	51,442	92,091	3,735	197	1,947,432	6.33%
Trade and other receivables	-	-	-	-	3,699	3,699	-
Notes receivable	287,600	-	-	-	-	287,600	5.11%
Derivative assets	-	31	121	-	-	152	4.50%
	2,187,909	302,526	92,212	3,735	3,896	2,590,278	5.96%
Financial liabilities							
Member deposits	916,188	657,105	6,064	-	415,754	1,995,111	3.17%
Interest-bearing liabilities	30,188	132,201	11,500	17,500	-	191,389	5.43%
Borrowings	251,783	-	-	-	-	251,783	6.21%
Trade and other payables	-	-	-	-	16,951	16,951	-
Derivative liabilities	-	769	726	-	-	1,495	3.58%
	1,198,159	790,075	18,290	17,500	432,705	2,456,729	3.64%
Interest rate swaps – notional principal	(380,000)	315,000	65,000	-	-	-	-
	609,750	(172,549)	138,922	(13,765)	(428,809)	133,549	-
2025							
Financial assets							
Cash and cash equivalents	48,813	-	-	-	-	48,813	3.36%
Investments	52,731	190,944	-	-	-	243,675	4.29%
Loans and advances	1,619,239	35,848	66,245	7,132	191	1,728,655	5.85%
Trade and other receivables	-	-	-	-	4,718	4,718	-
Notes receivable	253,500	-	-	-	-	253,500	4.52%
Derivative assets	-	513	271	-	-	784	3.87%
	1,974,283	227,305	66,516	7,132	4,909	2,280,145	5.47%
Financial liabilities							
Member deposits	765,022	578,281	22,964	-	378,632	1,744,899	2.81%
Interest-bearing liabilities	22,290	113,557	-	17,500	-	153,347	4.81%
Borrowings	234,619	-	-	-	-	234,619	5.79%
Trade and other payables	-	-	-	-	19,527	19,527	-
Derivative liabilities	-	3	-	-	-	3	3.49%
	1,021,931	691,841	22,964	17,500	398,159	2,152,395	3.25%
Interest rate swaps – notional principal	(445,000)	410,000	35,000	-	-	-	-
	507,352	(54,536)	78,552	(10,368)	(393,250)	127,750	-

Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

(e) Capital management

The Group's capital management approach is designed to best serve the interests of its members and adhere to the minimum capital requirements set by APRA under its capital adequacy standard APS 110. The Group ensures compliance with regulatory capital requirements through its Internal Capital Adequacy Assessment Process (ICAAP). The ICAAP, which forms a component of the capital management policy and represents an annual review of capital adequacy, considers both current capital levels and future capital requirements.

In accordance with the Basel III capital framework, the Group has adopted a standardised approach to the calculation of credit risk when determining the capital adequacy ratio.

There have been no material changes in the Group's management of capital during the period. Details of the Group's capital adequacy ratio as at the reporting date were as follows:

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Total qualifying capital	146,571	140,670	146,571	140,670
Risk weighted assets	875,990	789,568	875,990	789,568

	Consolidated		Credit Union	
	2026	2025	2026	2025
	%	%	%	%
Capital adequacy ratio	16.73	17.82	16.73	17.82

(f) Financial liabilities

Financial instruments are initially recognised at fair value plus any attributable transaction costs. Subsequently financial instruments are required to be classified into measurement categories which determine the accounting treatment of the item. The Group has the following categories:

- derivative liabilities measured at fair value through other comprehensive income (FVOCI)
- other liabilities measured at amortised cost, using the effective interest rate method

The Group derecognises financial instruments when the contractual rights to the cash flows of the financial asset expire, or in the case of financial liabilities when the contractual obligations are discharged, cancelled or expire.



Notes to the Financial Statements (continued)

Note 25. Financial risk management (continued)

(g) Derivatives held for risk management purposes

Derivatives held for risk management purposes include all derivative assets and liabilities that are not classified as trading assets or liabilities. Derivatives held for risk management purposes are measured at fair value in the statements of financial position.

The Credit Union designates certain derivatives held for risk management as hedging instruments in qualifying hedging relationships. On initial designation of the hedge, the Credit Union formally documents the relationship between the hedging instruments and hedged items, including the risk management objective and strategy in undertaking the hedge, together with the method that will be used to assess the effectiveness of the hedging relationship. The Credit Union makes an assessment, both at inception of the hedge relationship and on an ongoing basis, of whether the hedging instruments are expected to be highly effective in offsetting the changes in the fair value or cash flows of the respective hedged item(s) during the period for which the hedge is designated.

The Credit Union only utilises cash flow hedging relationships which are outlined below.

When a derivative is designated as the hedging instrument in a hedge of the variability in cash flows attributable to a particular risk associated with a recognised asset or liability that could affect profit or loss, the effective portion of changes in the fair value of the derivative is recognised in other comprehensive income and accumulated in the cash flow hedge reserve within equity. Any ineffective portion of changes in the

fair value of the derivative is recognised immediately in profit or loss. The amount recognised in other comprehensive income is reclassified to profit or loss as a reclassification adjustment in the same period as the hedged cash flows affect profit or loss. If the hedging derivative expires or is sold, terminated, or exercised, or the hedge no longer meets the criteria for cash flow hedge accounting, then hedge accounting is discontinued prospectively. However, if the derivative is novated to a central counterparty by both parties as a consequence of laws or regulations without changes in its terms except for those that are necessary for the novation, then the derivative is not considered as expired or terminated.

The Credit Union uses interest rate swaps to hedge its exposure to interest rate risks arising from operational and financing activities. The Group agrees to exchange the difference between fixed and floating rate interest amounts calculated on agreed notional principal amounts. Such contracts enable the Group to mitigate the risk of changing interest rates. The Group enters into interest rate swap contracts for the sole purpose of managing interest rate exposures in the statements of financial position and not for speculative purposes.

The notional value of the derivatives held as cash flow hedges as at 30 June 2026 is \$395.000 million (2025: \$465.000 million).

The following table details the Group's fair values and notional principal amounts at the remaining terms of interest rate swap contracts outstanding as at the reporting date:

	Net fair value		Notional principal amount	
	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000
Less than 1 year	(738)	510	330,000	430,000
1 to 2 years	(605)	271	65,000	35,000
2 to 5 years	-	-	-	-
Closing balance	(1,343)	781	395,000	465,000

Notes to the Financial Statements (continued)

Note 26. Fair value of financial instruments

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties at an arm's length transaction on the measurement date.

When available, the Group measures the fair value of an instrument using quoted prices in an active market for that instrument. A market is regarded as active if quoted prices are readily and regularly available and represent actual and regularly occurring market transactions on an arm's length basis.

If there is no quoted price in an active market, then the Group uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The following methods and assumptions were used to determine the fair values of financial assets and financial liabilities:

Cash and cash equivalents:

The carrying amount equates to fair value due to the short-term nature of these financial instruments.

Investments:

These financial assets represent the Group's liquidity portfolio and are comprised of minimum liquidity holdings (MLH) investments and term deposits held with Australian domiciled ADIs. Where the MLH investments have an original tenor of greater than 12 months they are reported at FVOCI. The fair value of investment in debt securities held at FVOCI is estimated using discounted cash flow analysis, based on current market rates for similar arrangements. The fair value of all other investments is reported at amortised cost.

Loans and advances:

Fair value has been determined through the discounting of future cash flows which represents a difference between existing loan interest rates and current market interest rates. For fixed rate loans the discount factor is based on the applicable benchmark bank bill swap rate. For variable rate loans, which are repriced at the discretion of the Group, fair value is equivalent to the carrying value.

Derivatives:

Fair value for the Credit Union's interest rate swaps has been determined by discounting future cash flows which are based on current implied forward rates as at the reporting date.

Trade and other receivables:

These financial assets are substantially short-term in nature and predominantly comprise individual assets with variable interest

rates, consequently carrying value approximates fair value because of the short-term repricing opportunity. For those financial assets that will be repriced beyond twelve months, the aggregate fair value has been determined by calculating the net present value of future cash flows using market rates as at reporting date.

Other investments:

Other investments are carried at fair value which approximates the fair value of the assets that back the financial instrument (refer Note 27).

Accounts payable and other liabilities:

These financial liabilities are substantially short-term in nature and predominantly comprise individual liabilities with variable interest rates, consequently carrying value approximates fair value because of the short-term repricing opportunity. For those financial liabilities that will be repriced beyond twelve months, the aggregate fair value has been determined by calculating the net present value of future cash flows using market rates as at reporting date.

Member deposits:

Fair value has been determined through the discounting of future cash flows which represents a difference between existing deposit interest rates and current market interest rates. For fixed term deposits the discount factor is based on the applicable benchmark bank bill swap rate. For at-call deposits, which are repriced at the discretion of the Group, fair value is equivalent to the carrying value.

(a) Fair value hierarchy

The level in the fair value hierarchy within which a fair value measurement is categorised is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. The fair value hierarchy is as follows:

- i. Level 1:** Financial instruments that have been valued by reference to unadjusted quoted prices for identical financial assets or financial liabilities in active markets.
- ii. Level 2:** Financial instruments that have been valued through valuation techniques incorporating inputs other than quoted prices within Level 1 that are observable for the financial asset or financial liability, either directly (as prices) or indirectly (derived from prices).
- iii. Level 3:** Financial instruments that have been valued through valuation techniques incorporating inputs that are not based on observable market data. Unobservable inputs are those not readily available in an active market due to market liquidity or complexity of the product.



Notes to the Financial Statements (continued)

Note 26. Fair value of financial instruments (continued)

(b) Fair values

The aggregate fair value of financial assets and financial liabilities at the reporting date of the Group, are as follows:

	Total carrying amount as per statements of financial position		Aggregate fair value		Fair value hierarchy
	2026	2025	2026	2025	
	\$'000	\$'000	\$'000	\$'000	
Consolidated					
Financial assets					
Cash and cash equivalents	77,535	67,789	77,535	67,789	Level 1
Investments	309,517	243,675	309,517	243,675	Level 2
Net loans and advances	1,945,204	1,726,799	1,944,812	1,726,617	Level 3
Trade and other receivables	3,183	4,309	3,183	4,309	Level 2
Derivative assets	152	784	152	784	Level 2
	2,335,591	2,043,356	2,335,199	2,043,174	
Financial liabilities					
Member deposits	1,995,111	1,744,899	1,996,182	1,752,882	Level 3
Interest-bearing liabilities	191,389	153,347	191,349	153,467	Level 2
Trade and other payables	16,291	19,232	16,291	19,232	Level 2
Derivative liabilities	1,495	3	1,495	3	Level 2
	2,204,286	1,917,481	2,205,317	1,925,584	
Credit Union					
Financial assets					
Cash and cash equivalents	41,878	48,813	41,878	48,813	Level 1
Investments	309,517	243,675	309,517	243,675	Level 2
Net loans and advances	1,945,204	1,726,799	1,944,812	1,726,617	Level 3
Trade and other receivables	3,699	4,718	3,699	4,718	Level 2
Other investments	287,600	253,500	287,600	253,500	Level 2
Derivative assets	152	784	152	784	Level 2
	2,588,050	2,278,289	2,587,658	2,278,107	
Financial liabilities					
Member deposits	1,995,111	1,744,899	1,996,182	1,752,882	Level 3
Interest-bearing liabilities	191,389	153,347	191,349	153,467	Level 2
Borrowings	251,783	234,619	251,783	234,619	Level 2
Trade and other payables	16,953	19,527	16,953	19,527	Level 2
Derivative liabilities	1,495	3	1,495	3	Level 2
	2,456,731	2,152,395	2,457,762	2,160,498	

Notes to the Financial Statements (continued)

Note 26. Fair value of financial instruments (continued)

The table below analyses the Group's financial instruments carried at fair value.

Consolidated and Credit Union	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
2026				
Investment in debt securities - FVOCI	-	120,853	-	120,853
Derivative assets	-	152	-	152
Derivative liabilities	-	(1,495)	-	(1,495)
2025				
Investment in debt securities - FVOCI	-	116,444	-	116,444
Derivative assets	-	784	-	784
Derivative liabilities	-	(3)	-	(3)

There have not been any changes in the classification between levels during the year (2025: nil).



Notes to the Financial Statements (continued)

Note 27. Securitisation

In the ordinary course of business, the Credit Union enters into transactions that result in the transfer of financial assets to a special purpose entity that consists of loans and advances to members.

In October 2017, the Credit Union established a residential mortgage-backed securitisation (RMBS) program for the purpose of self-securitisation and established the MTG CUSA Trust Repo Series No. 1 (the "Trust") to purchase mortgage loans it originated. Notes issued by the Trust to the Credit Union are recorded as Other Investments, amounting to \$287.600 million (2025: \$253.500 million).

The Credit Union transferred loans totalling \$83.768 million (2025: \$21.953 million) during the financial year as part of its ongoing self-securitisation program. In accordance with APRA's requirement, the Credit Union has increased its self-securitisation programme to 12.45% of total deposits (2025: 12.50%). The outstanding balance of the loans transferred as at 30 June 2026 was carried at \$251.783 million (2025: \$234.619 million), which approximates to its fair values.

The Group has not transferred substantially all of the risks and rewards associated with these loans and accordingly these loans are carried on the Group's balance sheet.

Note 28. Related party disclosures

a) The Credit Union engages Data Action Pty Ltd to provide software and technology hosting services. Data Action Pty Ltd provides the software and technology services at arm's length. Refer to Note 13.

b) The Credit Union holds a controlling interest in a special purpose vehicle with which securitisation transactions are entered into under normal commercial terms at arm's length (refer to Note 27). These transactions are eliminated upon consolidation.

Ownership interest

	Notes	2026 %	2025 %
Data Action Pty Ltd	13	-	-
MTG CUSA Trust Repo Series No1.	27	100.00	100.00

Aggregate amounts included in profit before income tax expense that resulted from transactions with the non-key management personnel related parties:

	2026 \$	2025 \$
Technology services	-	2,465,600
Management fee	-	-
Interest expense	-	60,103

Aggregate amounts payable to non-key management personnel related party:

At call deposits	-	-
Term deposits	-	-



Notes to the Financial Statements (continued)

Note 29. Auditors' remuneration

	Consolidated		Credit Union	
	2026	2025	2026	2025
	\$	\$	\$	\$
Audit services				
Auditors of the Credit Union				
KPMG Australia				
Audit of financial statements	150,475	150,300	150,475	150,300
Other regulatory audits	48,210	36,950	48,210	36,950
Other auditors	12,832	12,272	-	-
	211,517	199,522	198,685	187,250
Non-audit services				
Auditors of the Credit Union				
KPMG Australia				
Tax and other services	134,080	97,468	134,080	97,468
Total auditor remuneration	345,597	296,990	332,765	284,718

Fees for non-audit services have been determined on a time and material basis.



Notes to the Financial Statements (continued)

Note 30. Franking account

The Credit Union has generated franking credits through paying income tax since the 1994 / 95 financial year.

The balance of the consolidated franking account, adjusted for franking credits which will arise from the payment of income tax provided for in the financial statements is \$34.494 million (2025: \$37.713 million).

Note 31. Segment information

The Group operates predominately in the retail financial services industry within South Australia. Specific segmentation of loans and deposits is set out in Note 11 and Note 17 respectively.

Note 32. Economic dependency

The Group has an economic dependency on the following suppliers of services.

Cuscal Ltd

As a provider and aggregator of financial service products to the financial services industry, this entity supplies the Credit Union with access to payment and settlement facilities in the form of BPay, Direct Entry and Chequing as well as access to acquiring and settlement facilities for electronic fund services via the ATM, EFTPOS and NPP networks. Cuscal Ltd also provides the Credit Union with VISA card services. In addition, Cuscal Ltd supplies transactional banking and money market services to the Credit Union. Cuscal Ltd also provides the electronic link between automatic teller machines, Bank@Post terminals, point of sale terminals and BPay transactions to members' accounts. The Credit Union invests a proportion of its high quality liquid assets with Cuscal Ltd. The Credit Union was a shareholder of Cuscal Ltd (refer to Note 13).

Data Action Pty Ltd

The Credit Union was a shareholder in Data Action Pty Ltd (Note 13), who provides the Credit Union with computer software solutions and hosted technology services.

Note 33. Subsequent events

Other than the current disclosures, there have been no events subsequent to reporting date which would have a material impact on the Group's 30 June 2026 financial statements.

Consolidated Entity Disclosure Statement

For the year ended 30 June

Investment in controlled entities

Set out below is a list of entities that are consolidated in this set of Consolidated financial statements. All controlled entities are domiciled in Australia. Investment in controlled entities and tax residency comprises:

	Place of incorporation	Body corporate, partnership, or trust	Directly held		Australian or Foreign residency	Jurisdiction for Foreign tax resident
			2026 %	2025 %		
Credit Union SA Ltd	Australia	Body Corporate	100.00	100.00	Australia	N/A
MTG CUSA Trust Repo Series No. 1	Australia	Trust	100.00	100.00	Australia	N/A

Note 1. Basis of preparation

The Company has determined that each entity included in its Consolidated Entity Disclosure Statement (CEDS) is an Australian tax resident. In determining Australian tax residency, the Group has applied current legislation and judicial precedent, including having regard to the Commissioner of Taxations public guidance in Tax Ruling TR 2018/5. Australian tax law does not

contain specific residency tests for trusts. Generally, those entities are taxed on a flow-through basis so there is no need for a general residence test. There are some provisions which treat trusts as residents for certain purposes, but this does not mean the Trust itself is an entity that is subject to tax.



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08 8410 0812

Annual General Meeting

The Annual General Meeting of Credit Union SA Ltd will be held on 18 November commencing at 4:30pm (ACDT). This year's AGM will again be webcast online.

Members will be able to participate in the meeting, including asking questions and voting online in real time.

Please refer to the Notice of Meeting available on our website at www.creditunionsa.com.au/agm

Bankers

Cuscal Limited
ANZ Limited

Auditors

KPMG

Tax Agent

KPMG

CEO

Todd Roberts
FCA, FAICD, FGLF

**Everyday banking,
\$0 monthly fees,
100% local.**



Open a Credit Union SA Access Account



No monthly fees¹



Unbeatable security²



24/7 Banking



Free Visa Debit Card



Credit Union SA Ltd
ABN 36 087 651 232
AFSL/Australian Credit
License 241066

This is general advice only
and you should consider the
terms and conditions before
determining whether any of our products are suitable
to your situation.

¹We do not charge fees when using ATMs within
Australia. ATM operators may charge a fee to process
your transaction or balance enquiry.
If withdrawing cash overseas a fee may be charged by
the ATM operator and the details will be disclosed at
the time of the transaction or enquiry. Other fees and
charges may apply.

²Unbeatable security through Visa's Zero Liability policy which covers Australian and New Zealand-issued cards and does not apply to ATM transactions, transactions not processed by Visa or certain commercial card transactions. Cardholders should notify their Issuer promptly of any unauthorised Visa use. Please consult your Issuer for additional details.

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