

CYSTIC FIBROSIS WESTERN AUSTRALIA (INC)
SPECIAL PURPOSE FINANCIAL REPORT
For the year ended 31 December 2025

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STATEMENT BY THE BOARD

The Board has determined that Cystic Fibrosis Western Australia (Inc) ("the Association") is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board:

1. The accompanying special purpose financial report gives a true and fair view of the financial position of the Association as at 31 December 2025 and its performance for the financial year ended on that date, in accordance with Australian Accounting Standards Reduced Disclosure Requirements and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and the Associations Incorporation Act 2015 (WA);
2. The operations of the Association have been carried out in accordance with the Constitution of the Association; and
3. At the date of this statement there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.
4. The financial report of the Association has been properly prepared, and the Associated records have been properly kept for the year ended 31 December 2025, in accordance with the Charitable Collections Act (1946) (WA) and the Charitable Collections Regulations (1947) (WA);
5. Funds received as a result of fundraising activities conducted during the year ended 31 December 2025 have been properly accounted for and applied in accordance with the Charitable Collections Act (1946) (WA) and the Charitable Collections Regulations (1947) (WA).

The statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:



Damien O'Reilly
President



Linda Smith
Treasurer

Dated this 22 April 2026

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CYSTIC FIBROSIS WESTERN AUSTRALIA (INC)

Opinion

We have audited the financial report of Cystic Fibrosis Western Australia (Inc), which comprises the balance sheet as at 31 December 2025, the income statement for the year then ended, the cash flow statement and notes to the financial statements, including a summary of material accounting policies, and the declaration by those charged with governance.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of Cystic Fibrosis Western Australia (Inc) present fairly, in all material respects, the financial position as at 31 December 2025 and of its financial performance for the year ended on that date.

Basis for Qualified Opinion

Donations and fundraising activities are a significant source of revenue for Cystic Fibrosis Western Australia (Inc). It has been determined that it is impracticable to establish controls over the cash collection of donations and fundraising activities and maintain adequate supporting documents prior to entry in its financial records. Accordingly, as evidence available to us regarding revenue from these sources was limited, our audit procedure with respect to cash receipts had to be restricted to the amounts recorded in the financial records.

We are therefore unable to express an opinion as to whether the donations and fundraising activities sales revenue obtained by Cystic Fibrosis Western Australia (Inc) are complete.

Basis of accounting

Without modifying our opinion, we draw attention to note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist the members of Cystic Fibrosis Western Australia (Inc) to meet the requirements of the Australian Charities and Not-For-Profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Entity in accordance with the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

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



HALL CHADWICK AUDIT (WA) PTY LTD
ABN 42 163 529 682



NIKKI SHEN CA
Director

Dated this 22nd day of April 2026
Perth, Western Australia

To the Board Members,

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012

As lead audit director for the audit of the financial statements Cystic Fibrosis Western Australia (Inc) for the financial year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the ACNC Act 2012 in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.



HALL CHADWICK AUDIT (WA) PTY LTD
ABN 42 163 529 682



NIKKI SHEN CA
Director

Dated this 22nd day of April 2026
Perth, Western Australia

INCOME STATEMENT

For the year ended 31 December 2025

	NOTE	2025 \$	2024 \$
Revenue			
Donations & Fundraising		856,468	877,160
Government Contract		1,194,002	1,145,754
Grants		866,791	341,177
Investment Income		178,621	163,622
Other Income		91,836	46,382
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Expenditure			
Employment Expenses		(1,653,377)	(1,486,514)
Service Programs		(203,923)	(130,045)
Events		(124,831)	(92,148)
Research		(577,585)	(75,863)
Other Expenses		(477,883)	(457,122)
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Total surplus/(deficit) for the year		150,119	332,403
Accumulated surplus at the beginning of the year		2,319,243	1,986,840
Transfer to accumulated surplus			
Surplus allocated to:			
Restricted funds	12	1,573,945	18,415
Designated funds	12	(88,403)	73,597
Discretionary funds	12	(131,204)	(240,601)
Unrestricted funds	12	(1,204,219)	480,992
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Accumulated surplus at the end of the year		2,469,362	2,319,243

The accompanying notes form part of this financial report

BALANCE SHEET

As at 31 December 2025

	NOTE	2025 \$	2024 \$
CURRENT ASSETS			
Cash and cash equivalents	3	2,502,231	1,121,997
Financial assets	7	78,774	198,760
Trade and other receivables	4	231,296	34
Inventories	5	9,344	10,726
Other current assets	6	47,134	45,481
TOTAL CURRENT ASSETS		2,868,779	1,376,998
NON-CURRENT ASSETS			
Financial assets	7	1,721,604	1,444,563
Plant and equipment	8	167,977	193,226
TOTAL NON-CURRENT ASSETS		1,889,581	1,637,789
TOTAL ASSETS		4,758,360	3,014,787
CURRENT LIABILITIES			
Trade and other payables	9	795,954	351,388
Deferred Income	10	686,488	-
Provisions	11	236,556	344,156
TOTAL CURRENT LIABILITIES		1,718,998	695,544
NON-CURRENT LIABILITIES			
Deferred Income	10	570,000	-
TOTAL NON-CURRENT LIABILITIES		570,000	-
TOTAL LIABILITIES		2,288,998	695,544
NET ASSETS		2,469,362	2,319,243
MEMBERS FUNDS			
Accumulated Surplus			
Accumulated Surplus - restricted	12	1,674,438	100,493
Accumulated Surplus - designated	12	41,992	130,395
Accumulated Surplus - discretionary	12	-	131,204
Accumulated Surplus - unrestricted	12	752,932	1,957,151
TOTAL EQUITY		2,469,362	2,319,243

The accompanying notes form part of this financial report

CASH FLOW STATEMENT

For the year ended 31 December 2025

	NOTE	2025 \$	2024 \$
Cash flows from operating activities			
Receipts from operations		3,684,712	2,494,480
Payments to suppliers and employees		(2,413,410)	(2,278,745)
Interest received		167,381	119,981
Net cash (used in)/provided by operating activities	13	1,438,683	335,716
Cash flows from investing activities			
Proceeds from sale/(payments for) plant and equipment		22,117	-
Payments for financial assets		(80,566)	(80,636)
Net cash used in investing activities		(58,449)	(80,636)
Net increase/(decrease) in cash held		1,380,234	255,080
Cash at the beginning of the financial year		1,121,997	866,917
Cash at the end of the financial year	3	2,502,231	1,121,997

The accompanying notes form part of this financial report

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2025

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Association's Constitution and the Charitable Collections Act 1946 of Western Australia. Reports prepared under the Charitable Collections Act satisfy the financial statement lodgement requirements of the Australian Charities and Not-for-profits Commission Act 2012. Cystic Fibrosis Western Australia is a not-for-profit incorporated association, and the Board has determined that the Association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act 2015 (WA) and the significant accounting policies disclosed below which the Board has determined are appropriate to meet the needs of users. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial report has been prepared on an accruals basis and is based on historical costs unless otherwise stated in the notes.

The accounting policies that have been adopted in the preparation of this report are as follows:

a) Revenue

Accounting for grants and other contributions received

Grant revenue is recognised in profit or loss when the Association satisfies the performance obligations stated within the funding agreements. If conditions are attached to the grant which must be satisfied before the Association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied. Deferred income represents amounts received for which the Association has not yet satisfied its related performance obligations or enforceable conditions and as such, is recognised as a liability, classified as current or non-current, based upon the expected timing of recognition as income.

Fundraising and donations

Income recognised at the time the Association obtains control of the contributions or the contractual right to the contribution. Except for when a donation or bequest gives rise to related amounts of a contribution by owners, lease liability, financial liability, or a provision.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Contract services

Revenue is recognised at an amount that reflects the consideration to which the Association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the

separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

b) Income Tax

The Association is exempt from income tax under Section 50–5 of the Income Tax Assessment Act 1997 as amended.

c) Current and Non-Current Classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

d) Cash and Cash Equivalents

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

e) Trade and Other Receivables

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

f) Plant and equipment

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by the Board to ensure it is not in excess of the recoverable amount from these assets. The depreciable amount of all fixed assets is depreciated on a diminishing-value basis over their useful lives to the Association commencing from the time the asset is held ready for use. The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation
Office furniture & fittings	20%
Plant and equipment	20%
Computers	25%
Motor vehicle	25%

g) Investments and other financial assets

The Association classifies its investments as held for trading. The classification is based on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition.

Impairment

At each reporting date, the Board assesses whether there is objective evidence that a financial asset has been impaired. In the case of available for sale financial assets, a significant or prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the income statement. The Board has determined that impairment will result where an asset's market value has been significantly below cost for a prolonged period.

Assets held at fair value through profit and loss (FVTPL)

Listed shares and listed redeemable notes held by the Association that are traded in an active market are measured at FVTPL.

The fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices. Gains and losses arising from changes in fair value are recognised in profit and loss. Dividends are recognised in profit or loss when the Association's right to receive the dividends is established.

h) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and which are unpaid. Due to their short-term nature, they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

i) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

j) Provisions

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

k) Goods and Services Tax (GST)

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

l) Fund accounting

On occasions the Association receives resources restricted for particular purposes. To facilitate observance of these limitations, the financial statements list separately those funds which are restricted or designated and those funds which are unrestricted.

Restricted funds are those funds presently available for use, but expendable only for operating purposes specified by the donor or by statute. When the Board specifies a purpose for the expenditure of funds, where none has been stated by the original donor, such funds are classified as designated funds.

Unrestricted funds are those funds presently available for use by the Association at the discretion of the Board.

m) New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Association for the annual reporting period ended 31 December 2025. The Association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

2. CRITICAL ACCOUNTING JUDGMENT, ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

3. CASH AND CASH EQUIVALENTS

	2025	2024
	\$	\$
Cash on hand	200	200
Cash at bank	2,502,031	1,121,797
	2,502,231	1,121,997

4. TRADE AND OTHER RECEIVABLES

Trade debtors	231,296	34
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5. INVENTORIES

Stock on hand – at cost	9,344	10,726
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6. OTHER CURRENT ASSETS

	2025 \$	2024 \$
Prepayments	47,134	45,481

7. FINANCIAL ASSETS

<i>Current</i>		
Cash held by Entrust	73,461	196,207
Accrued Interest Term Deposit	5,313	2,553
<i>Non-Current</i>		
Held for trading financial assets	1,721,604	1,444,563
Total Financial Assets	1,800,378	1,643,323

8. PLANT AND EQUIPMENT

<i>Office furniture and fittings</i>		
Cost	424,475	424,475
Less accumulated depreciation	(312,209)	(284,365)
Total office furniture and fittings	112,266	140,110

<i>Furniture and equipment</i>		
Cost	2,558	15,855
Less accumulated depreciation	(1,092)	(14,090)
Total furniture and equipment	1,466	1,765

<i>Computers</i>		
Cost	59,506	68,326
Less accumulated depreciation	(30,760)	(48,671)
Total computers	28,746	19,655

<i>Motor vehicle</i>		
Cost	48,503	48,503
Less accumulated depreciation	(44,756)	(42,838)
Total motor vehicle	3,747	5,665

<i>Lease improvements</i>		
Cost	50,636	50,636
Less accumulated depreciation	(28,884)	(24,605)
Total lease improvements	21,752	26,031

Total plant and equipment	167,977	193,226
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9. TRADE AND OTHER PAYABLES

Sundry creditors and accrued expenses	785,725	338,308
Credit card liability	10,229	13,080
Total trade and other payables	795,954	351,388

10. DEFERRED INCOME

Deferred income – <i>current</i>	686,488	338,308
Deferred income – <i>non-current</i>	570,000	13,080
Total deferred income	1,256,484	351,388

Deferred income (current) represents funds for specific grant obligations (research and other) carried forward from this financial reporting year, to be expended in the next twelve months. Deferred income (non-current) represents funds for specific research grant obligations to be expended beyond twelve months. Refer Note 12

11. PROVISIONS

	2025	2024
	\$	\$
<i>Current</i>		
Employee benefits	126,586	129,888
Provision for research	109,970	213,705
Other current provisions	-	563
	236,556	344,156

Provision for research relates to research projects where a present obligation exists as a result of past events, namely for final milestone payments towards a PhD Top Up Scholarship and Innovation Grant both awarded in 2024. The remainder represents monies set aside designated for research from prior year activities, which will be used to discharge specific research grant obligations carried forward from this financial reporting year.

12. ACCUMULATED SURPLUS

	Restricted	Designated	Discretionary	Unrestricted	Total
	funds	funds	funds	funds	Funds
	\$	\$	\$	\$	\$
Balance at 1 Jan 2025	100,493	130,395	131,204	1,957,151	2,319,243
Allocation of surplus/(deficit)	1,573,945	(88,403)	(131,204)	(1,204,219)	150,119
Balance at 31 Dec 2025	1,674,438	41,992	-	752,932	2,469,362

Restricted funds represent external contributions and a portion of CFWA reserves made for specific research programs, and includes funds set aside to discharge specific grant obligations carried forward from this financial year.

Designated funds represent money set aside for externally funded, identified programs of service activity and research.

Discretionary funds represent monies designated for research funding, now restricted for specific research programs.

13. NOTES TO THE STATEMENT OF CASH FLOWS

	2025	2024
	\$	\$
Reconciliation of net cash provided by operating activities to net surplus		
Surplus / (Deficit) for the year	150,119	332,403
Add back / (Deduct) non-cash items:		
Depreciation (net of adjustments on disposal)	3,132	40,933
Gain / (loss) on disposal of financial assets	22,117	-
Movements in assets and liabilities:		
Non-current financial assets	(154,295)	(141,168)
Trade receivables	(231,262)	28,500
Other current assets	(1,653)	55,568
Inventory	1,382	3,202
Trade and other payables	517,763	(59,168)
Prepayments (income in advance)	74,124	(74,124)
Provisions	(107,037)	(80,055)
Deferred Income	1,256,488	-
Other	(92,195)	229,625
Net cash provided by operating activities	1,438,683	335,716

14. CONTINGENT ASSETS AND LIABILITIES

The Association had no contingent assets or contingent liabilities as at 31 December 2025 (2024: nil).

15. COMMITMENTS

As at 31 December 2025, the Association had committed expenditure of \$1,395,000 toward specific research programs in 2026 and 2027 as set out in Notes 10 and 12 (2024: nil).

16. EVENTS AFTER THE REPORTING DATE

There are no other matters or circumstances that have arisen since 31 December 2025 which significantly affected, or may significantly affect, the operations of the Association, the results those operations, or the state of affairs of the Association in future financial years.

17. RELATED PARTY TRANSACTIONS

The Association had no reportable related party transactions during the years ending 31 December 2025 and 31 December 2024.

DETAILED INCOME STATEMENT

For the year ended 31 December 2025

		2025	2024
	NOTE	\$	\$
INCOME			
Donations		458,753	712,535
Fundraising		184,579	164,625
Bequests		213,137	0
Government Contract Income		1,194,002	1,145,754
Grants – Government		547,173	9,429
Grants – Other		319,617	331,748
Investments - Interest & Dividends		104,893	103,090
Investments - Realised Gain/(Loss)		(8,069)	6,934
Investments - Unrealised Gain/(Loss)		81,797	53,598
Interest - Other		65,248	18,617
Merchandise Income		12,325	11,589
Other Income		14,263	16,176
TOTAL INCOME		3,187,718	2,574,095
EXPENDITURE			
Administration & Finance		111,677	107,550
Cost of Merchandise		37,115	33,153
Employment Expenses		1,653,377	1,486,514
Events		124,831	92,148
Office Premises, Equipment & MV		96,991	94,272
Professional & Consultants		140,300	116,515
Research		577,585	75,863
Services		203,923	130,045
Technology & Systems		87,007	87,671
Other Expenses		4,793	17,961
TOTAL EXPENDITURE		3,037,599	2,241,692
TOTAL SURPLUS / (DEFICIT) FOR THE YEAR		150,119	332,403
OPENING ACCUMULATED SURPLUS		2,319,243	1,986,840
SURPLUS ALLOCATED TO:			
Restricted funds	12	1,363,707	18,415
Designated funds	12	(88,403)	73,597
Discretionary funds	12	(131,204)	(240,601)
Unrestricted funds	12	(993,981)	480,992
CLOSING ACCUMULATED SURPLUS		2,469,362	2,319,243