

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA**

**GENERAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025**

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA**

**GENERAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025**

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**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Note	2025 \$	2024 \$
Revenue			
Sale of Goods		4,843,328	3,933,727
Cost of Sales		(1,715,275)	(1,369,714)
Gross Profit		<u>3,128,053</u>	<u>2,564,013</u>
Student Services and Amenities Fee (the "SSAF") from University of Western Australia		4,512,426	4,246,607
Commission income		84,836	80,410
Rental - Property and Equipment income		578,711	650,082
Rebate Income	3(e)	56,409	20,522
Other income	3(b)	1,042,910	918,658
Administrative expenses	3(c)	(3,068,193)	(2,759,786)
Employee Benefits expense	3(d)	(6,350,451)	(5,403,240)
		<u> </u>	<u> </u>
(Loss)/Profit before finance income/(expense)		(15,299)	317,266
Finance income	3(a)	474,328	724,843
Finance expense	3(a)	(37,683)	(25,421)
		<u> </u>	<u> </u>
Net Profit		<u><u>421,346</u></u>	<u><u>1,016,688</u></u>
Other Comprehensive Income for the year		<u> </u>	<u> </u>
		-	-
		<u> </u>	<u> </u>
Total Comprehensive Income for the year		<u><u>421,346</u></u>	<u><u>1,016,688</u></u>

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

	Note	2025 \$	2024 \$
CURRENT ASSETS			
Cash and cash equivalents	14(a)	1,295,211	1,364,354
Trade and other receivables	4	400,454	563,131
Prepayments		124,574	153,371
Inventories	5	156,820	212,946
Other financial assets	8	3,482,475	2,958,147
TOTAL CURRENT ASSETS		<u>5,459,534</u>	<u>5,251,949</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	7,001,331	6,653,616
Intangible assets	6	37,750	14,450
Other financial assets	8	2,000,000	2,000,000
TOTAL NON-CURRENT ASSETS		<u>9,039,081</u>	<u>8,668,066</u>
TOTAL ASSETS		<u>14,498,615</u>	<u>13,920,015</u>
CURRENT LIABILITIES			
Trade and other payables	9	1,643,434	1,631,024
Provisions	10	946,286	794,754
TOTAL CURRENT LIABILITIES		<u>2,589,720</u>	<u>2,425,778</u>
NON-CURRENT LIABILITIES			
Provisions	10	31,326	40,815
Payables	11	88,711	85,910
TOTAL NON-CURRENT LIABILITIES		<u>120,037</u>	<u>126,725</u>
TOTAL LIABILITIES		<u>2,709,757</u>	<u>2,552,503</u>
NET ASSETS		<u>11,788,858</u>	<u>11,367,512</u>
EQUITY			
Retained earnings	12	4,358,858	3,937,512
Reserves	13	7,430,000	7,430,000
TOTAL EQUITY		<u>11,788,858</u>	<u>11,367,512</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Note	2025 \$	2024 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and University of Western Australia		11,062,840	9,836,438
Grants received		274,581	240,251
Payments to Suppliers and Employees		(10,487,365)	(8,830,746)
Interest Received		-	772
Interest Paid		(37,683)	(25,421)
Net Cash Provided by Operating Activities	14 (b)	812,373	1,221,294
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Property, Plant, Equipment & Intangible Assets		(834,317)	(1,701,507)
Net Cash Used in Investing Activities		(834,317)	(1,701,507)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net (Deposits) / Withdrawals - Long and Short Term Pool		(50,000)	1,250,000
Net (Withdrawal) / Receipts of Funds Held in Trust		2,801	2,092
Lease payment		-	-
Net Cash (Used In)/Provided by Financing Activities		(47,199)	1,252,092
NET (DECREASE)/INCREASE IN CASH HELD		(69,143)	771,879
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		1,364,354	592,475
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	14 (a)	1,295,211	1,364,354

The above Statement of Cash Flows should be read in conjunction with the accompanying notes

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Retained Earnings \$	Reserves \$	Total Equity \$
Balance at 1 January 2025	3,937,512	7,430,000	11,367,512
Net Profit for the year	421,346	-	421,346
Other Comprehensive Income for the year	-	-	-
Total Comprehensive Income for the year	421,346	-	421,346
Balance at 31 December 2025	4,358,858	7,430,000	11,788,858

	Retained Earnings \$	Reserves \$	Total Equity \$
Balance at 1 January 2024	2,920,824	7,430,000	10,350,824
Net Profit for the year	1,016,688	-	1,016,688
Other Comprehensive Income for the year	-	-	-
Total Comprehensive Income for the year	1,016,688	-	1,016,688
Balance at 31 December 2024	3,937,512	7,430,000	11,367,512

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting policies that are material to the Guild of Undergraduates of University of Western Australia (the "Guild") are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Guild has adopted all of the new or amended Accounting Standards or Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

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 Guild for the annual reporting period ended 31 December 2025. The Guild has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Basis of Preparation

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of Section 60.40 of the *Australian Charities and Not-For-Profits Commission Regulations 2022* and Australian Accounting Standards and Interpretations of the AASB and the *University of Western Australia Act 1911*.

Historical cost convention

The financial statements have been prepared under the historical cost convention, modified, where applicable, by the measurement at fair value of selected financial assets.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Guild's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, disclosed in note 2.

The financial report is presented in Australian dollars.

Revenue recognition

Revenue is measured based on the consideration to which the Guild expects to be entitled in a contract with a customer and excludes amounts collected on behalf of third parties. The Guild recognises revenue when it transfers control of a product or service to a customer.

Sale of Goods

Revenue is recognised when control of the goods has transferred, being at the point the customer purchases the goods that is, at the time of delivery of the goods to the customer. Payment of the transaction price is due immediately at the point the customer purchases the goods.

Interest

Revenue is recognised as the interest accrues.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

SSAF

The Guild is entitled to 50% of SSAF from University of Western Australia. Revenue is recognised over time and is measured based on the consideration which the Guild expects to be entitled in the service level agreement with University of Western Australia.

Rebate Income

Rebate Income pertains to income received from third party suppliers based on the quantity of the suppliers' products that have been sold by the Guild. Rebate income is recognised in the period in which related products have been sold and the transfer of control of the products have been passed to the buyer. Transfer of control is considered passed to the buyer at the time of delivery of the products to the customer.

Grants

Grant revenue is recognised in profit or loss when the Guild satisfies the performance obligations stated within the funding requirements. Otherwise, when no performance obligations stated within the funding requirements, grant revenue is recognised on receipt. Grant revenue will be recognised on an accrual basis in the statement of financial position as a liability until those conditions are satisfied.

Other Income

Other income comprises all remaining sources of income for the Guild of Undergraduates and includes advertising income, and event income.

- Income from advertising and events is recognised in the period in which the service or goods have been delivered.

Volunteer Services

The Guild has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

Income Tax

The Guild is an income tax-exempt organisation under Division 50 of the *Income Tax Assessment Act 1997*.

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 Guild'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 12 months after the reporting period. All other assets are classified as non-current.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

A liability is classified as current when: it is either expected to be settled in the Guild'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.

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.

Trade and other receivables

Trade receivables, which generally have 30-90 day terms, are recognised and carried at original invoice amount less an allowance for any uncollectible amounts.

The Guild uses the simplified model for determining the impairment of trade receivables, under the lifetime expected credit loss ("ECL") model. The Guild writes off a trade receivable where there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery.

Property, plant and equipment

Buildings occupancy and usage rights are stated at deemed cost less accumulated depreciation. This is upon the advice of the University of Western Australia as a result of the change of ownership status of Guild Village buildings in 2013.

Leasehold Improvements are measured at cost less accumulated depreciation .

Plant and equipment is stated at cost less accumulated depreciation and any impairment in value.

Depreciation is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Building & Usage Rights	20 years
Leasehold Improvements	40 years
Plant and Equipment	3-10 years
Furnitures and Fittings	3-10 years
Computers	2-5 years
Motor Vehicles	5 years

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

Impairment

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash-generating units are written down to their recoverable amount.

The recoverable amount of plant and equipment is the greater of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Impairment losses are recognised in the Statement of Profit or Loss.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the Statement of Profit or Loss in the period the item is derecognised.

Intangible assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Guild 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.

Financial Assets

Financial Assets are allocated into two investment pools with The University of Western Australia. These Pools are referred to as Short Term or Long Term Pools. These investments, which form part of the University's investment portfolio, are classified as at fair value through profit or loss ('FVTPL'); where the fair value is determined to be market value applicable at reporting date. Interest income or expenses from changes in net market value are brought to account in the Statement of Profit or Loss in the period in which they occur.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

- Raw materials: purchase cost on a first-in, first-out basis; and
- Finished goods and work-in-progress: cost of direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity but excluding borrowing costs.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

Provisions

Provisions are recognised when the Guild has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Guild expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement.

If the effect of the time value of money is material, 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, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Leases

Guild as lessor

The Guild enters into lease agreements as a lessor with respect to buildings at Guild Village.

Leases for which the Guild is a lessor are classified as finance or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

Going Concern

The financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The members of the Guild Council consider the going concern basis to be appropriate for the following reasons;

- There are accessible cash reserves in the University of Western Australia Investment pool; and
- In October 2011, the Higher Education Legislation Amendment (Student Services and Amenities) Bill was passed. This legislation makes SSAF compulsory for enrolled students and The Guild is entitled to 50% of the SSAF collected from students. The Guild expects to receive its entitlement for the year ended 31 December 2026 (subject to Guild performance under the Service Level Agreement between the University and Guild).

The Guild continues to be reliant on SSAF fees from the University of Western Australia. In addition, the funds available in the University of Western Australia Investment pool is sufficient to allow the Guild to continue operations for the next 12 months of this report.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming the act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which the sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Goods and Services Tax ("GST") and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

2. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

In the application of the Guild's accounting policies, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. 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.

Key areas of estimates and judgements used in preparation of the financial report:

Estimation of useful lives of assets

The Guild determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The Guild assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the Guild and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Leases

The Guild has applied a number of judgments in assessing its leases against the criteria in AASB 16 *Leases* and calculating the rental income and rental receivables to be recognised. These judgments include the nature of the arrangement (existence of the right to control an asset), the defined lease term, lease collections and likely lease collection increases over the lease term. The judgments applied may change year on year if facts or circumstances change and AASB 16 *Leases* requires the change to be reflected in the lease calculation.

**GUILD OF UNDERGRADUATES
THE UNIVERSITY OF WESTERN AUSTRALIA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

	2025	2024
	\$	\$
3. REVENUES AND EXPENSES		
a) Finance Income		
Investment income	474,328	724,071
Other interest income	-	772
	<u>474,328</u>	<u>724,843</u>
Finance Expense		
Other interest expense	37,683	25,421
	<u>37,683</u>	<u>25,421</u>
b) Other Income		
Advertising income	54,600	35,199
Orientation day income	95,792	95,686
Grant income	274,581	240,251
Service fee income	108,999	62,621
Sundry income	241,940	252,572
Other	266,998	232,329
	<u>1,042,910</u>	<u>918,658</u>
c) Administrative Expenses		
Depreciation	463,302	426,755
Activities	1,081,703	959,867
Other	1,523,188	1,373,164
	<u>3,068,193</u>	<u>2,759,786</u>
d) Employee Benefits Expense		
Salaries and wages	5,016,226	4,256,685
Workers compensation costs	41,102	44,634
Superannuation costs	793,581	676,846
Employee leave costs	499,542	425,075
	<u>6,350,451</u>	<u>5,403,240</u>
e) Rebate Income		
Catering rebates	56,409	20,522
	<u>56,409</u>	<u>20,522</u>

GUILD OF UNDERGRADUATES
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
	\$	\$
4. TRADE AND OTHER RECEIVABLES		
Trade debtors	354,758	351,374
Less: Expected credit loss allowance	(123,537)	(81,824)
	<u>231,221</u>	<u>269,550</u>
Lease receivable accrued income	101,252	101,252
Sundry Debtors	67,981	192,329
	<u>169,233</u>	<u>293,581</u>
	<u>400,454</u>	<u>563,131</u>

Allowance for impairment loss

Trade receivables are non-interest bearing and are generally on 30-90 day terms. The Guild uses the simplified model for determining the impairment of trade receivables, under the lifetime expected credit loss ("ECL") model. In determining lifetime ECL, the Guild considers historical factors such as the probability of default of the individual debtors, the magnitude of the resultant loss, and the Guild's exposure at default. These are adjusted for forward looking assumptions and information regarding expected future conditions affecting historical customer default rates and consideration against a provision matrix based on various ageing profiles and probability of collection.

Movements in the provision for impairment loss were as follows:

	2025	2024
	\$	\$
At 1 January	81,824	33,846
Expected credit losses recognised on receivables	41,713	47,978
Amounts used during the period	-	-
At 31 December	<u>123,537</u>	<u>81,824</u>

At 31 December, the ageing analysis of trade receivables is as follows:

	Total	0-29	30-59	60-89	90 Days +
	\$	\$	\$	\$	\$
2025	354,758	47,482	27,516	81,193	198,567
2024	351,374	94,048	161,382	16,315	79,629

As of 31 December 2025, total trade receivables amounted to \$354,758, with \$41,713 provided for as allowance for doubtful accounts related to amounts overdue by more than 90 days. Payment terms for the remaining recoverable amounts have not been renegotiated, but credit has been stopped until full payment is received.

Other balances within trade and other receivables do not contain impaired assets and are not past due. It is expected that these other balances will be received when due.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

	2025	2024
	\$	\$
5. INVENTORIES		
Finished Goods - At Cost	<u>156,820</u>	<u>212,946</u>
6. PROPERTY, PLANT, EQUIPMENT AND INTANGIBLE ASSETS		
Buildings and Usage Rights		
Guild Village Occupancy & Usage Rights - At Deemed Cost	2,563,735	2,563,735
Accumulated Depreciation	<u>(1,515,065)</u>	<u>(1,408,240)</u>
Total Building Rights	<u>1,048,670</u>	<u>1,155,495</u>
Building and Leasehold Improvements		
Hackett Hall Extension - At Cost	95,926	95,926
Improvements on Leasehold - At Cost	6,115,850	4,267,566
Work in Progress	<u>340,657</u>	<u>1,553,260</u>
	6,552,433	5,916,752
Accumulated Depreciation	<u>(1,004,932)</u>	<u>(874,208)</u>
Total Building and Leasehold Improvements	<u>5,547,501</u>	<u>5,042,544</u>
Plant and Equipment		
Plant and Equipment - At Cost	3,622,168	3,485,397
Accumulated Depreciation	<u>(3,217,008)</u>	<u>(3,029,820)</u>
Total Plant and Equipment	<u>405,160</u>	<u>455,577</u>
Total Property, Plant & Equipment	<u>7,001,331</u>	<u>6,653,616</u>
Intangible Assets		
Intangible Assets - At Cost	346,298	316,298
Accumulated Depreciation	<u>(308,548)</u>	<u>(301,848)</u>
Total Intangible Assets	<u>37,750</u>	<u>14,450</u>
Total Property, Plant, Equipment and Intangible Assets	<u>7,039,081</u>	<u>6,668,066</u>

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

Movements in Carrying Amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

Movements during the year	Buildings and Usage Rights	Building and Leasehold Improvements	Plant and Equipment	Intangible Assets	Total
	2025	2025	2025	2025	2025
	\$	\$	\$	\$	\$
Beginning of the year	1,155,494	5,042,543	455,579	14,450	6,668,066
Additions	-	635,684	168,633	30,000	834,317
Depreciation Expense	(106,824)	(130,726)	(219,052)	(6,700)	(463,302)
End of the year	<u>1,048,670</u>	<u>5,547,501</u>	<u>405,160</u>	<u>37,750</u>	<u>7,039,081</u>

Movements during the year	Buildings and Usage Rights	Building and Leasehold Improvements	Plant and Equipment	Intangible Assets	Total
	2024	2024	2024	2024	2024
	\$	\$	\$	\$	\$
Beginning of the year	1,283,681	3,733,981	375,652	-	5,393,314
Additions	-	1,418,440	268,067	15,000	1,701,507
Depreciation Expense	(128,187)	(109,878)	(188,140)	(550)	(426,755)
End of the year	<u>1,155,494</u>	<u>5,042,543</u>	<u>455,579</u>	<u>14,450</u>	<u>6,668,066</u>

Buildings on land owned by The University of Western Australia represent contribution by the Guild to the cost of buildings and improvements on land which the Guild has no equity.

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7. RIGHT-OF-USE ASSETS

The Guild leased one asset in 2020, the lease term being 3 years. The Guild has purchased the asset at the end of the lease term. The Guild's obligations are secured by the lessors' title to the leased assets for such leases.

	2025	2024
	\$	\$
Cost		
At 1 January and 31 December	63,264	63,264
Accumulated Depreciation		
At 1 January	(63,264)	(63,264)
Depreciation expense	-	-
At 31 December	-	-
Carrying Amount	-	-

Amounts recognised in profit and loss:

Depreciation expense on right-of-use asset	-	-
Interest expense on lease liabilities	-	-

8. OTHER FINANCIAL ASSETS

CURRENT

Investment in The University of Western Australia Investments Pools	3,462,475	2,938,147
Term Deposit	20,000	20,000
Total Current Investment	3,482,475	2,958,147

NON-CURRENT

Investment in The University of Western Australia Investments Pools	2,000,000	2,000,000
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The Investment pool has the following investment mix (as a proportion of 100%) : Australian Equities - 22%, International Equities - 23%, Property - 12.5%, Global Infrastructure - 12.5%, Global Small Cap Equity - 2%, Emerging Markets Equity - 3%, Private Equity - 10%, Private Debt - 5%, Global Credit - 4%, Bond - 2%, Australian Inflation Plus - 3% and Cash - 1%.

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	2025	2024
	\$	\$
9. TRADE AND OTHER PAYABLES - CURRENT		
Trade Creditors	150,029	474,659
Other Creditors and Accruals	684,055	425,818
	<u>834,084</u>	<u>900,477</u>
Guild Affiliated Clubs and Societies*	809,350	730,547
	<u>809,350</u>	<u>730,547</u>
	<u>1,643,434</u>	<u>1,631,024</u>

*Funds held by the Guild on behalf of the Guild affiliated clubs and societies.

10. PROVISIONS

CURRENT

Provision for annual leave	325,912	301,762
Oncosts associated with annual leave	40,919	41,986
Provision for long service leave	262,739	224,403
Oncosts associated with long service leave	47,439	40,323
Provision for supplementary payment	150,126	90,225
Time off in lieu and special leave	119,151	96,055
Total Current Provisions	<u>946,286</u>	<u>794,754</u>

NON-CURRENT

Provision for long service leave	26,693	35,507
Oncosts associated with long service leave	4,633	5,308
Total Non-Current Provisions	<u>31,326</u>	<u>40,815</u>

11. PAYABLES - NON-CURRENT

Cruickshank Routley Prize Fund*	13,250	12,850
Lillian Harris Fund*	10,000	10,000
Bengt Annell Award Fund*	2,200	2,200
Uni Camp For Kids*	39,616	37,459
Prosh Charity*	23,645	23,401
Total Non-Current Payables	<u>88,711</u>	<u>85,910</u>

*Funds held by the Guild on behalf of the Guild trustees.

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12. RETAINED EARNINGS	2025	2024
	\$	\$
Balance at start of financial year	3,937,512	2,920,824
Net Profit for the year	421,346	1,016,688
Balance at end of financial year	<u>4,358,858</u>	<u>3,937,512</u>

13. RESERVES

(a) General Reserve	7,430,000	7,430,000
	<u>7,430,000</u>	<u>7,430,000</u>

(b) Nature and purpose of reserves:

The General Reserve pertains to the surplus arising from prior years' operations.

14. NOTES TO THE STATEMENT OF CASH FLOWS

	2025	2024
	\$	\$
(a) Reconciliation of Cash and Cash Equivalents		
Cash and cash equivalents at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Cash and Cash Equivalents	<u>1,295,211</u>	<u>1,364,354</u>
(b) Reconciliation of Operating Profit to Net Cash provided by Operating Activities		
Operating Profit	421,346	1,016,688
Depreciation	463,302	426,755
Interest income from Investments	(474,328)	(724,071)
Changes in Assets and Liabilities:		
Decrease/(Increase) in Trade debtors	38,329	(29,842)
Decrease in Prepayments and Other debtors	153,145	222,121
Decrease in Inventories	56,126	34,299
Increase in Trade and other payables	12,410	223,975
Increase in Provisions	142,043	51,369
	<u>812,373</u>	<u>1,221,294</u>

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	2025	2024
	\$	\$
15. AUDITORS' REMUNERATION		
Audit of financial report		
Nexia Perth	<u>24,260</u>	<u>23,100</u>

16. SEGMENT INFORMATION

The Guild operates within one industry segment being the provision of services to students. All operations are within Australia.

17. REMUNERATION OF GUILD EXECUTIVE AND DIRECTORS

Remuneration of Guild Executive reflects only remuneration paid to the Guild President; remuneration of Guild Directors refers to the Managing Director and the Finance Director. No other member of the Guild Executive receive any remuneration. The members of the Guild Executive are elected on an annual basis to serve on Guild Executive, which is responsible for the day to day decision making of the Guild of Undergraduates, University of Western Australia. The term of office begins on 1 December each year, and consequently there are two groups of Guild Executive during each financial year.

	2025	2024
	\$	\$
The total fees, salaries and other benefits excluding superannuation received or due and receivable by Guild Executive and Guild Directors for the financial year:	<u>575,730</u>	<u>500,308</u>

The number of members of Guild Management whose total fees and salaries and other benefits received or due and receivable for the financial year, falls within the following bands:

	2025	2024
\$0 - \$49,999	2	2
\$160,000 - \$200,000	0	1
\$200,000 - \$299,999	1	1
\$300,000 - \$399,9000	1	0

18. SUPERANNUATION FUND CONTRIBUTION OF GUILD EXECUTIVES AND GUILD DIRECTORS

In respect of members of Guild Executive and the Guild Directors, the following contributions were paid or became payable for the financial year.

Contributions to superannuation funds:	<u>105,873</u>	<u>95,416</u>
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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Guild's principal financial instruments comprise receivables, payables, cash and cash equivalents and investments.

The Guild manages its exposure to key financial risks, including interest rate risk in accordance with the Guild's financial risk management policy. The objective of the policy is to support the delivery of the Guild's financial targets whilst protecting future financial security.

The following table combines information about:

- classes of financial instruments based on their nature and characteristics; and
- the carrying amounts of financial instruments.

Carrying Value					
	Financial Assets		Financial Liabilities		Total
	FVTPL- mandatorily measured	Amortised Cost	FVTPL- mandatorily measured	Amortised Cost	
31 December 2025					
Cash and Bank Balances	-	1,295,211	-	-	1,295,211
Trade and Other Receivables	-	400,454	-	-	400,454
Investments	5,482,475	-	-	-	5,482,475
Trade and Other Payables	-	-	-	(1,667,079)	(1,667,079)
Interest Bearing Funds	-	-	-	(65,066)	(65,066)
Total	5,482,475	1,695,665	-	(1,732,145)	5,445,995

	Financial Assets		Financial Liabilities		Total
	FVTPL- mandatorily measured	Amortised Cost	FVTPL- mandatorily measured	Amortised Cost	
31 December 2024					
Cash and Bank Balances	-	1,364,354	-	-	1,364,354
Trade and Other Receivables	-	563,131	-	-	563,131
Investments	4,958,147	-	-	-	4,958,147
Trade and Other Payables	-	-	-	(1,654,425)	(1,654,425)
Interest Bearing Funds	-	-	-	(62,509)	(62,509)
Lease Liabilities	-	-	-	-	-
Total	4,958,147	1,927,485	-	(1,716,934)	5,168,698

The main risks arising from the Guild's financial instruments are interest rate risk, price risk, credit risk and liquidity risk. The Guild uses different methods to measure and manage different types of risks to which it is exposed. These include monitoring levels of exposure to interest rate and assessments of market forecasts for interest rate. Ageing analyses and monitoring of cash held with banks and specific credit allowances are undertaken to manage credit risk, and liquidity risk is monitored through the development of future rolling cash flow forecasts.

The Strategic Resources Committee reviews and agrees on policies for managing each of these risks as summarised below.

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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Primary responsibility for identification and control of financial risks rests with the Strategic Resources Committee under the authority of the Guild Council. The Strategic Resources Committee reviews and agrees on policies for managing each of the risks identified below, including the setting of limits for cash and short term deposits, credit allowances and future cash flow forecast projections.

Risk Exposures and Responses

Interest rate risk

The Guild's exposure to market interest relates primarily to the Guild's short term cash deposit at bank and interest bearing loans.

At balance date, the Guild had the following mix of financial assets and liabilities exposed to Australian variable interest rate risk that are not designated in cash flow hedges:

	2025	2024
	\$	\$
Financial Assets		
Cash and cash equivalents	1,295,211	1,364,354
	<u>1,295,211</u>	<u>1,364,354</u>
Financial liabilities		
Trusts - Interest bearing	65,066	62,509
	<u>65,066</u>	<u>62,509</u>
Net exposure	<u>1,230,145</u>	<u>1,301,845</u>

The following sensitivity analysis is based on the interest rate risk exposures in existence at the reporting date:

At 31 December 2025, if interest rates had moved, as illustrated in the table below, with all other variables held constant, profit would have been affected as follows:

Judgements of reasonably possible	Profit Higher/(Lower)	
Movements:		
	2025	2024
	\$	\$
+2%	24,603	26,037
-2%	(24,603)	(26,037)

Credit risk

Credit risk arises from the financial assets of the Guild, which comprise cash and cash equivalents and trade and other receivables. The Guild's exposure to credit risk arises from potential default of the counter party, with a maximum exposure equal to the carrying amount of these instruments. Exposure at reporting date is addressed in each applicable note.

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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

The Guild trades only with recognised, creditworthy third parties, and as such collateral is not requested nor is it the Guild's policy to securitise its trade and other receivables.

It is the Guild's policy that all customers who wish to trade on credit terms are subject to credit verification procedures including an assessment of their independent credit rating, financial position, past experience and industry reputation. Risk limits are set for each individual customer in accordance with parameters set by the Finance Committee. These risk limits are regularly monitored. In addition, receivables balances are monitored on an ongoing basis with the result that the Guild's exposure to bad debts is not significant.

There are no significant concentration of credit risk within the Guild and financial instruments are spread amongst a number of financial institutions to minimise the risk of default of counterparties.

For trade receivables, the Guild has applied the simplified approach in AASB 9 *Financial Instruments* to measure the loss allowance at lifetime ECL. The Guild determines the expected credit losses on these items by using a provision matrix, estimated based on historical credit loss experience based on the past due status of the debtors, adjusted as appropriate to reflect current conditions and estimates of future economic conditions. Accordingly, the credit risk profile of these assets is presented based on their past due status in terms of the provision matrix. Notes 4 include further details on the loss allowance for trade receivables.

The carrying amount of the Guild's financial assets at amortised cost as disclosed in note 8 best represents their respective maximum exposure to credit risk. The Guild holds no collateral over any of these balances.

Price risk

Equity price risk arises from the Guild's investment mix of equities and various financial instruments in an investment pool managed by University of Western Australia Financial Services. These funds are held for addressing any shortfall when they arise. The University of Western Australia Financial Services monitors the mix of equity securities in its investment portfolio based on market indices and has strict policies on the proportion of investment mixes that must be followed by investment managers. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the University of Western Australia Financial Services.

The primary goal of the University of Western Australia's investment strategy is to maximise investment returns for the University of Western Australia Guild. In accordance with this strategy certain investments are designated at fair value through profit or loss because their performance is actively monitored and they are managed on a fair value basis.

The Guild's investment pools subject to price risk are listed in the Australian and Overseas Stock Exchanges, and Property Trusts.

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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

At reporting date, the Guild had the following financial assets exposed to equity price risks that are not designated in cash flow hedges:

	2025	2024
	\$	\$
Financial Assets		
Equity investments	5,462,475	4,938,147
Net exposure	<u>5,462,475</u>	<u>4,938,147</u>

The following sensitivity analysis is based on the price risk exposures in existence at the reporting date:

At 31 December 2025, if movements occur on the stock market, as illustrated in the table below, with all other variables held constant, profit would have been affected as follows:

Judgements of reasonably possible Profit Higher/(Lower)

Movements:

	2025	2024
	\$	\$
+15%	819,371	740,722
-15%	(819,371)	(740,722)

Liquidity risk

The Guild's objective is to maintain a balance between continuity of funding and flexibility through the use of its investment pools.

The table below reflects all contractually fixed pay-offs and receivables for settlement, repayment and interest resulting from recognised financial assets. Cash flows for financial assets and liabilities without fixed amount or timing are based on the conditions existing at 31 December 2025.

The remaining contractual maturities of the Guild's financial liabilities are:

	2025	2024
	\$	\$
6 months or less	924,096	987,637

Maturity analysis of financial assets and liability based on management's expectation.

The risk implied from the values shown in the table below reflects a balanced view of cash inflows and outflows. Trade payables and other financial liabilities mainly originate from the financing of assets used in our ongoing operations such as property, plant, equipment and investments in working capital e.g. inventories and trade receivables. These assets are considered in the Guild's overall liquidity risk. To monitor existing financial assets and liabilities as well as to enable an effective control of future risks, the Guild has established comprehensive risk reporting covering its business units that reflects expectations of management with regards to the expected settlement of financial assets and liabilities.

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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

	≤6 mths	6-12mths	1-5 years	>5 years	Total
	\$	\$	\$	\$	\$
Year ended 31 December 2025					
Financial Assets					
Cash & cash equivalents	1,321,115	-	-	-	1,321,115
Investments	3,482,475	-	-	2,000,000	5,482,475
Trade & other receivables	400,454	-	-	-	400,454
	<u>5,204,044</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>	<u>7,204,044</u>
Financial Liabilities					
Trade & other payables	857,729	809,350	-	-	1,667,079
Interest bearing trust funds	66,367	-	-	-	66,367
	<u>924,096</u>	<u>809,350</u>	<u>-</u>	<u>-</u>	<u>1,733,446</u>
Net maturity	<u>4,279,948</u>	<u>(809,350)</u>	<u>-</u>	<u>2,000,000</u>	<u>5,470,598</u>
	\$	\$	\$	\$	\$
Year ended 31 December 2024					
Financial Assets					
Cash & cash equivalents	1,391,641	-	-	-	1,391,641
Investments	2,958,147	-	-	2,000,000	4,958,147
Trade & other receivables	563,131	-	-	-	563,131
	<u>4,912,919</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>	<u>6,912,919</u>
Financial Liabilities					
Trade & other payables	923,878	730,547	-	-	1,654,425
Interest bearing trust funds	63,759	-	-	-	63,759
Lease Liabilities	-	-	-	-	-
	<u>987,637</u>	<u>730,547</u>	<u>-</u>	<u>-</u>	<u>1,718,184</u>
Net maturity	<u>3,925,282</u>	<u>(730,547)</u>	<u>-</u>	<u>2,000,000</u>	<u>5,194,735</u>

Fair value

Fair value for the financial instruments is considered to be equal to the carrying amounts in the Financial Statements.

For financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

The financial assets and liabilities of the Guild are classified into these categories below:

Fair value hierarchy - 2025	Level 1	Level 2	Level 3	Total
Investment pools	-	5,482,475	-	5,482,475
Total	-	5,482,475	-	5,482,475

Fair value hierarchy - 2024	Level 1	Level 2	Level 3	Total
Investment pools	-	4,958,147	-	4,958,147
Total	-	4,958,147	-	4,958,147

There has been no transfers between Level 1 and Level 2 during the current and prior year.

Valuation techniques used to determine fair values

Other financial assets

Other financial assets are recorded at the redemption value as reported by the investment managers of The University of Western Australia Investments pools. The Fund may make adjustments to the value based on considerations such as; liquidity of the Investee Fund or its underlying investments, the value date of the net asset value provided, or any restrictions on redemptions and the basis of accounting.

20. INCORPORATION

The Guild is an incorporated body under *The University of Western Australia Act of 1911*, and is domiciled in Australia.

21. REGISTERED OFFICE

The registered office and principal place of business is 35 Stirling Highway, Crawley, Western Australia 6009.

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22. PRINCIPAL ACTIVITIES

The principal activities of the Guild during the year have comprised of:

- a) The provision of representation to University of Western Australia students and to the wider community on educational, social and community issues on and off campus;
- b) The provision, facilitation, coordination and promotion of activities that would create a vibrant and progressive atmosphere on University of Western Australia campus;
- c) The provision of information and support services to students so that they may have access to experienced advocates to work on their behalf; and
- d) The provision of services in the areas of catering and sale of second hand books to students on campus.

23. CONTINGENCIES

In the opinion of management, the Guild as at 31 December 2025 did not have any significant contingent liabilities (2024: Nil)

24. EVENTS SUBSEQUENT TO BALANCE DATE

There has not been any matter or circumstance occurring subsequent to the end of financial year that has significantly affected, or may significantly affect, the operations of Guild, the results of those operations, or the state of affairs of the Guild in future financial years.