NILS Network of Tasmania Ltd

ACN 659 332 386

Annual Report - 30 June 2026

NILS NETWORK OF TASMANIA LTD
Directors' report
30 June 2026

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:
Kym Goodes
Marla Giacon
Lance Balcombe
Stacey Milbourne
Will Barbour
Stacey Pennicott
Jacqui Allen
Kane Ingham (Resigned October 2025)
Barbara Cox (Resigned October 2025)

Strategic Objectives of NILS Tasmania:

The strategic objective of NILS Network of Tasmania Ltd is to sustainably provide support to Tasmanians living on a low income by providing access to safe and affordable loans.

To achieve this purpose, NILS Tasmania has developed a Strategic Plan for 2026 - 2030 that outlines the key outcomes we are seeking:

1. NILS grows responsibly to reach more Tasmanians through diverse funding and innovative financial solutions.
2. NILS is recognised across Tasmania as the trusted, first-choice provider of safe, affordable finance.
3. Clients experience fast, professional, and positive engagement, leading to strong satisfaction and repeat use.
4. NILS operates with the systems, and governance needed to deliver efficiently and sustainably.
5. Our people are valued, supported and able to thrive as they deliver our purpose.

Principal activities

The principal activities of the organisation were to support Tasmanians living on a low income by providing access to safe and affordable loans for essential goods and services, small business development and second-hand vehicles.

Business review

Total comprehensive profit for the year attributable to the members of NILS Network of Tasmania Ltd is $64,246.

In 2025-26 NILS Tasmania delivered a record 4,912 loans to the Tasmanians whom NILS supports while maintaining a prudent financial position. The organisation was able to service the increased demand 48% more efficiently through our new loan management system and improvements in processes by the operational team, which enhanced the client experience. The organisation responded to the cost of living pressures in the Tasmanian community by increasing the working income threshold to $70,000.

None of this happens without partnership. NILS is reliant on the ongoing support of funding providers to deliver its services to Tasmanians in need of financial support. Every signal we have tells us more Tasmanians will need us next year, not fewer.

Performance measures

The company measures its performance through the number of loans delivered to Tasmanians against our efficiency and loan management benchmarks.

NILS NETWORK OF TASMANIA LTD
Directors' report
30 June 2026

Information on directors

Name:	Kym Goodes
Title:	Director
Qualifications:	Public Sector Management (Post Graduate)
Experience and expertise:	Kym has over 20 years in government and non-government management and executive roles. Kym has previously been CEO of the Tasmanian Council of Social Services and is serving currently on a number of government and non- government Boards including currently as Chair of Tasmanian Community Fund and a Director of Salveo Health Care and the Ian Harrington Group of Companies. Kym joined the NILS Board in 2021.
Special responsibilities:	Board Chair

Name:	Marla Giacon
Title:	Director
Qualifications:	GAICD
Experience and expertise:	Marla has over 15 years of leadership experience across the disability, housing, telecommunications, and community sectors. She has significant expertise in governance, risk management, service transformation, customer experience and regulatory compliance. Marla joined the NILS Tasmania Board in 2019.
Special responsibilities:	Deputy Chair

Name:	Will Barbour
Title:	Director
Qualifications:	BSc – Bcomm (Hons)
Experience and expertise:	Will has over 15 years of experience in marketing, distribution, product management and customer experience, across multiple sectors. As Aurora Energy’s Chief Customer Officer, will has a strong understanding of the importance of supporting vulnerable Tasmanians. Will joined the Board of NILS Tasmania in 2022.
Special responsibilities:	Chair of the Finance Committee

Name:	Lance Balcombe
Title:	Director
Qualifications:	BCom, FCA, MAICD
Experience and expertise:	Lance is a former Chartered Accountant with a combined 40 years' experience in public practice and Senior Executive roles in the Tasmanian Private and State-Owned Company sectors. His roles have included being inaugural CEO of Tas Network Pty Ltd, and serving as Chief Financial Officer of Hydro Tasmania and the Incat group of companies. Lance is the current chair of the Motor Accident Insurance Board, and Chair of the Ian Harrington Group Companies (Roadways) and a Director of Liferaft Systems Australia Pty Ltd. Lance joined the Board of NILS Tasmania in 2022.
Special responsibilities:	Member of the Finance Committee

Name:	Stacey Milbourne
Title:	Director
Qualifications:	Diploma leadership and Management
Experience and expertise:	Stacey has over 25 years of experience in the not-for-profit sector, working across employment services, community development, family support and emergency relief programs. As Tasmanian Manager of The Salvation Army's Doorways program, she leads statewide services providing financial assistance, case management and community support to people experiencing hardship. Stacey brings extensive experience in leadership, governance and stakeholder engagement, with strong commitment to supporting vulnerable Tasmanians.
Special responsibilities:	NIL

Name:	Jacqui Allen
Title:	Director
Qualifications:	BCom, LLB, GDLP, GAICD
Experience and expertise:	Jacqui brings legal and public-sector leadership to the Board. She spent eight years as a personal injury lawyer before moving into senior Tasmanian Government HR roles across community-facing agencies that improve outcomes for Tasmanians experiencing disadvantage. As General Manager – People & Safety at Metro Tasmania, Jacqui contributes expertise in human resources, WHS, industrial relations and organisational change. Jacqui joined the Board of NILS Tasmania in 2024.
Special responsibilities:	NIL

Name:	Stacey Pennicott
Title:	Director
Qualifications:	B. Commerce
Experience and expertise:	Stacey is an experienced executive leader across financial services, government, private and member organisations. She has expertise spanning transformation, digital, revenue generation, partnerships, operational delivery, compliance, marketing and customer experience, with significant Board experience across not for profits. Stacey joined the NILS Tasmania Board in 2024.
Special responsibilities:	NIL

Name:	Kane Ingham (Resigned)
Title:	Director
Qualifications:	BCom, CA, GradDip ACG, GAICD
Experience and expertise:	Kane has held a number of executive leadership roles spanning finance, operations, enterprise strategy, and regulation, in complex and regulated environments within the energy and water sector. His experience includes overseeing establishing and implementing finance strategy to align with long-term organisation objectives, leading major change programs, implementing robust governance frameworks, and championing initiatives that enhance transparency and delivers on commercial value. Kane joined the Board of NILS Tasmania in 2021.
Special responsibilities:	NIL

Name:	Barbara Cox (Resigned)
Title:	Director
Qualifications	Graduate Certificate in Business Administration (Griffith University)
Experience and expertise:	Barbara has more than 30 years' experience in communications, public relations and media. She is Group Communications Director at Ramsay Health Care. Barbara spent two decades as a journalist, presenter and producer. She went on to lead client strategy in a communications agency working across government, business and community sectors, with a strong focus on not-for-profit organisations. She has deep expertise in communications, stakeholder engagement, crisis management and strategic leadership, and has advised boards, executives and community organisations on governance and reputation. Barbara joined the Board of NILS Tasmania in 2024.
Special responsibilities:	NIL

Company secretary

John Hooper (B. Social Work) has held the role of Company Secretary since May 2022. He has over 30 years of experience in Community Sector including 17 years in CEO roles. He has served on various not for profit Boards over the last three decades, including Treasurer roles. John completed the Australian Institute of Company Directors course and has been NILS Tasmania CEO since 2019.

Meetings of directors

The number of meetings of the company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2026, and the number of meetings attended by each director were:

	Full Board		Finance Subcommittee	
	Attended	Held	Attended	Held
Kym Goodes	5	6	0	0
Marla Giacon	5	6	0	0
Will Barbour	5	6	5	5
Lance Balcombe	4	6	6	6
Stacey Milbourne	4	6	0	0
Stacey Pennicott	3	6	0	0
Jacqui Allen	4	4	0	0
Kane Ingham	2	2	2	2
Barbara Cox	1	2	0	0

Contributions on winding up

If the Company is wound up, any surplus assets must not be distributed to a member or a former member of the Company, unless that member or former member is a charity described in clause 20.2 of Constitution of NILS Network of Tasmania Ltd.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 60-40 of the Australian Charities and Not-for-profit Commission Act 2012 is set out immediately after this directors' report.

On behalf of the directors



6 October 2026

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DECLARATION OF INDEPENDENCE BY DAVID PALMER OF ENGAGEMENT PARTNER TO THE DIRECTORS OF NILS NETWORK OF TASMANIA LTD

I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit of Nils Network of Tasmania for the year ended 30 June 2026.



DAVID PALMER
Partner

BDO Audit (TAS)

Hobart

6 October 2026

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NILS NETWORK OF TASMANIA LTD
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Contents

The financial statements cover NILS Network of Tasmania Ltd as an individual entity. The financial statements are presented in Australian dollars, which is NILS Network of Tasmania Ltd’s functional and presentation currency.

NILS Network of Tasmania Ltd is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. It's registered office and principal place of business are:

NILS Network of Tasmania Ltd
Mornington TAS 7018

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 6 October 2026. The directors have the power to amend and reissue the financial statements.

NILS NETWORK OF TASMANIA LTD
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

	Note	2026 $	2025 $
Revenue	3	2,027,173	2,102,794
Expenses			
Technology and systems		(278,961)	(307,399)
Professional and consulting fees		(114,881)	(179,733)
Employee costs		(1,248,690)	(1,253,995)
Program delivery costs		(171,356)	(50,641)
Depreciation and amortisation		(16,460)	(48,828)
Occupancy and administration		(124,069)	(88,642)
Vehicle and travel		(2,207)	(1,378)
Finance and loan impairment costs		(6,303)	(8,410)
Total expenses		(1,962,927)	(1,939,026)
Surplus for the year attributable to the members of NILS Network of Tasmania Ltd		64,246	163,768
		-	-
Total comprehensive income for the year attributable to the members of NILS Network of Tasmania Ltd		64,246	163,768

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

NILS NETWORK OF TASMANIA LTD
Statement of financial position
As at 30 June 2026

	Note	2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	4	2,079,320	1,775,660
Trade and other receivables		1,366	12,366
Financial assets-loan receivables	5	5,217,972	4,597,872
Rental bond		4,833	4,833
Right-of-use assets		-	16,129
Total current assets		7,303,491	6,406,860
Non-current assets			
Property, plant and equipment		995	1,327
Financial asset-loan receivables	5	792,197	676,907
Total non-current assets		793,192	678,234
Total assets		8,096,683	7,085,094
Liabilities			
Current liabilities			
Trade and other payables	6	762,894	520,265
Lease liabilities		-	13,183
Employee provisions	8	62,907	107,187
Bank overdraft	7	5,544,432	5,000,318
Sponsorship in advance		30,000	-
Total current liabilities		6,400,233	5,640,953
Non-current liabilities			
Employee provisions	8	54,995	40,469
Total non-current liabilities		54,995	40,469
Total liabilities		6,455,228	5,681,422
Net assets		1,641,455	1,403,672
Equity			
Loan Book Permanent Differences		(7,659)	14,227
Restricted Reserves Energy Subsidy Funds		350,615	142,890
Restricted Reserves DPAC Micro Business Loans Written Off Funding		135,791	148,093
Surplus/Deficits for the year		1,162,708	1,098,462
Total equity		1,641,455	1,403,672

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

NILS NETWORK OF TASMANIA LTD
Statement of changes in equity
For the year ended 30 June 2026

	Restricted Reserve Energy Subsidy funds $	Loan Book Permanent Difference $	Restricted Reserve DPAC Loan Written Off Funding $	Accumulated Surplus $	Total Equity $
Balance at 1 July 2024	168,442	-	162,624	934,694	1,265,760
Transfer to/(from) reserves	(25,552)	14,227	(14,531)	-	(25,856)
	142,890	14,227	148,093	934,694	1,239,904
Surplus for the year	-	-	-	163,768	163,768
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the year	-	-	-	163,768	163,768
Balance at 30 June 2025	142,890	14,227	148,093	1,098,462	1,403,672

	Restricted Reserve Energy Subsidy funds $	Loan Book Permanent Difference $	Restricted Reserve DPAC Loan Written Off Funding $	Accumulated Surplus $	Total Equity $
Balance at 1 July 2025	142,890	14,227	148,093	1,098,462	1,403,672
Transfer to/(from) reserves	207,724	(21,886)	(12,301)	-	173,537
	350,614	(7,659)	135,792	1,098,462	1,577,209
Surplus for the year	-	-	-	64,246	64,246
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the year	-	-	-	64,246	64,246
Balance at 30 June 2026	350,614	(7,659)	135,792	1,162,708	1,641,455

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

NILS NETWORK OF TASMANIA LTD
Statement of cash flows
For the year ended 30 June 2026

	Note	2026 $	2025 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		2,703,173	3,879,246
Payments to suppliers and employees (inclusive of GST)		(2,395,297)	(3,532,325)
		307,876	346,921
Interest and other finance costs paid		8,967	23,034
Net cash from operating activities	10	316,843	369,955
Net cash from investing activities		-	-
Cash flows from financing activities			
Repayment of lease liabilities		(13,183)	(49,857)
Net cash used in financing activities		(13,183)	(49,857)
Net increase in cash and cash equivalents		303,660	320,098
Cash and cash equivalents at the beginning of the financial year		1,775,660	1,455,562
Cash and cash equivalents at the end of the financial year	4	2,079,320	1,775,660

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

NILS NETWORK OF TASMANIA LTD
Notes to the financial statements
30 June 2026

Note 1. Material accounting policy information

The accounting policies that are material to the company are set out either in the respective notes or 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 company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation
In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and Tasmanian legislation the Collections for Charities Act 2001 requirements to prepare and distribute financial statements to the members of NILS Network of Tasmania Ltd. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of NILS Network of Tasmania Ltd.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements' AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriated for not-for-profit oriented entities.

The financial statements have been prepared under the historical cost convention.

Rounding:
Unless otherwise stated all financial figures have been rounded off to the nearest dollar.

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 company'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, are disclosed in note 2.

Revenue recognition
The company recognises revenue as follows:

Donations
Donations are recognised at the time the pledge is made.

Grants
Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the company 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.

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 exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

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

Note 1. Material accounting policy information (continued)

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company'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.

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

Income tax
As the company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

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

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days

Contract assets
Contract assets are recognised when the company has transferred goods or services to the customer but where the company is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

Comparative information
During the year, the entity revised the presentation of expenses in the Statement of Profit or Loss to better reflect the nature of costs incurred. Comparative information has been reclassified to conform with the current year's presentation. These reclassifications had no impact on the reported surplus, total assets, liabilities, equity or cash flows.

Note 2. Critical accounting judgements, 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.

Allowance for expected credit losses
The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss to NILS after taking account of the recovery of bad debts from our funding partners. The basis of estimating credit losses changed during the year to include an assumption for this reimbursement.

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.

Note 3. Revenue

	2026 $	2025 $
Corporate donation	42,000	48,500
Grant – Department of Premier & Cabinet	1,499,936	1,501,637
Grants - Good Shepherd Australia New Zealand	475,711	526,736
Interest	9,526	25,921
Revenue	2,027,173	2,102,794

Note 4. Cash and cash equivalents

	2026 $	2025 $
Current assets		
Term Deposit	502,933	-
Cheque/Savings Account - Westpac	939,701	1,342,869
Cheque/Savings Account – National Australia Bank	494,616	276,330
Sarah Slevin Community Fund	6,439	7,757
Petty Cash	100	115
Department of Premier & Cabinet funding to clear Micro Business loan write offs	135,531	148,589
	2,079,320	1,775,660

Accounting policy for 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.

Note 5. Finance assets - loans receivable

	2026 $	2025 $
Current assets		
Loans Micro Finance	4,823,953	4,370,155
Reimbursement expected for Micro Finance loans written off	242,449	94,398
Micro Finance provision for credit losses	(127,757)	(131,228)
Loans Micro Business	279,327	264,547
	5,217,972	4,597,872
Non-current assets		
Loans Micro Finance	685,999	586,382
Loans Micro Business	106,198	90,525
	792,197	676,907

National Australia Bank provision of Micro Finance loan book capital includes reimbursing the available capital for any written off loans (loans with no payments for over 12 months) for up to 4% of total Micro Finance loan book value.

Tasmanian State Government, though the Department of Premier and Cabinet, funding arrangements for our Micro Business operations, provides for reimbursing the Bank of us loan book capital for any written off loans (loans with no payments for 12 months).

Note 5. Finance assets - loans receivable (continued)

Given these capital funding arrangements, in the 25-26 financial year the NILS Tasmania Board, have determined it is prudent to only provision for possible bad debts that are outside of these arrangements. This is the same approach to previous financial year.

Note 6. Trade and other payables

	2026 $	2025 $
Current liabilities		
Trade payables	501,519	438,765
Accruals	24,456	30,111
Credit cards	161,083	17,728
Other payables	75,836	33,661
	762,894	520,265

Note 7. Bank Overdraft

	2026 $	2025 $
Current liabilities		
National Australia Bank-Micro Finance Loans	5,161,779	4,656,387
Bank of us-Micro Business Loans	382,653	343,931
	5,544,432	5,000,318

The National Australia Bank (NAB), through our participation agreement with Good Shepherd Australia New Zealand, provide the lending capital for our Micro Finance loans in the form of an overdraft. The total overdraft facility at 30 June 2026 for Micro Finance totalled $6,287,493 and at 30 June 2026 we had utilised $ 5,509,952 (including client purchase orders committed).

The Bank of Us provide the lending capital for our Micro Business loans in the form of an overdraft. The total facility available at 30 June 2026 totalled $450,000 and at 30 June 2026 we had utilised $385,525.

Note 8. Employee liability

	2026 $	2025 $
Current liabilities		
Employee benefits-long service leave	15,832	24,149
Employee benefits-annual leave	47,075	83,038
	62,907	107,187
Non-current liabilities		
Employee benefits	54,995	40,469

Other long-term employee benefits
The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Note 9. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by BDO Audit (TAS), the auditor of the company:

	2026 $	2025 $
Audit of the financial statements	8,837	8,252

Note 10. Cash flow information

Reconciliation of surplus to net cash from operating activities

	2026 $	2025 $
Surplus for the year	64,246	163,768
Adjustments for:		
Depreciation and amortisation	16,460	48,850
Change in operating assets and liabilities:		
Decrease in trade and other receivables	11,000	899,661
Decrease/(increase) in other operating assets	(769,577)	794,905
Increase/(decrease) in trade and other payables	242,629	(95,077)
Increase/(decrease) in employee benefits	(29,754)	24,079
Increase/(decrease) in other operating liabilities	781,839	(1,466,231)
Net cash from operating activities	316,843	369,955

Note 11. Key management personnel disclosures

Compensation
The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

	2026 $	2025 $
Total key management personnel remuneration	279,799	266,409

Note 12. Contingent liabilities

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Note 13. Commitments

The company had no commitments for expenditure as at 30 June 2026 and 30 June 2025.

Note 14. Related party transactions

There were no transactions with related parties during the current and previous financial year.

Note 15. Economic Dependency

NILS is reliant on the ongoing support of grant providers to continue as a going concern.

Note 16. Events after the reporting period

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

NILS NETWORK OF TASMANIA LTD
Directors' declaration
30 June 2026

In the directors' opinion:

- the company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and Tasmanian legislation the Collections for Charities Act 2001 and associated regulations to prepare and distribute financial statements to the members of NILS Network of Tasmania Ltd;

- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2026 and its performance for the financial year ended on that date; and

- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors.

On behalf of the directors



6 October 2026

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INDEPENDENT AUDITOR'S REPORT

To the members of Nils Network of Tasmania Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Nils Network of Tasmania Ltd (the registered entity), which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including material accounting policy information, and the responsible entities' declaration.

In our opinion the accompanying financial report of Nils Network of Tasmania Ltd, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(i) Giving a true and fair view of the registered entity's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

(ii) Complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (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 opinion.

Emphasis of matter – Basis of accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the registered entity's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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Responsibilities of responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and Tasmanian legislation the Collections for Charities Act 2001. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf
This description forms part of our auditor's report.

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DAVID PALMER
Partner

Hobart, 6 October 2026