

SOUTHERN BASKETBALL ASSOCIATION

ANNUAL REPORT

2025–2026

**TRUST • RESPECT • INTEGRITY • EXCELLENCE
• WELLBEING**

01 PRESIDENT'S REPORT

It is with pleasure to present the SBA 2026 President's Report.

Another year has passed and the SBA continues to maintain its operational strength and strategic focus. Thank you all for your continued commitment as this is what makes the SBA such a welcoming, thriving basketball community and a real asset to the wider Bayside community, bringing people together and building healthy, active habits for thousands of local families.

It has been a fantastic year for SBA, both on and off the court. Our Domestic and Representative teams have continued to perform at the highest level, with strong results across every grade and age group, and junior participation remaining at record highs—a wonderful reflection of the depth and health of our basketball community. Off the court, our facilities, programs and events have gone from strength to strength. Above all, it is the improvement and enjoyment of every player, at every level, that remains our proudest achievement as an Association.

None of this happens without the outstanding work of our SBA Operations team. Their professionalism, dedication and calm hands behind the scenes keep all of our courts running, our competitions organised and our community events delivered to the highest standard, week in and week out. On behalf of the whole SBA community, thank you for everything you do—you are the engine room of this Association.

Our Board has continued to provide strong, considered governance throughout the year, and I want to thank every Board member for their time, insight and commitment to SBA. We were delighted to welcome Marty Pask and Lisa Curtis to the Board this year, and I have every confidence their fresh perspectives and energy will serve SBA well in the years ahead. I am also pleased to report the Board has successfully delivered on the 2025 SBA Board Succession Plan, and I warmly congratulate Paul Jasniach, who moves from the Treasurer role into the position of

President—SBA will be in excellent hands under his leadership. I also thank those Board members who have continued their service, and everyone who has contributed to the Board's work over the past year.

This is my final President's Report, after seven wonderful years in the role. It has been the privilege of a lifetime to serve this Association, and I want to sincerely thank everyone—our members, Domestic Clubs, coaches, officials, volunteers, our CEO and staff, and my fellow Board members—for your incredible support, trust and friendship over these years.

SBA is an extraordinary community, and I leave the role with great confidence in its future. I look forward, as a proud member, to watching SBA continue to evolve and grow in the years ahead.

With heartfelt thanks and best wishes for SBA's future.



Phil McFarlane
SBA President

02 CEO'S REPORT

NBL1 South saw both our Men's and Women's teams reach the finals in 2026 – a fantastic achievement for the club, though neither side was able to go all the way to the championship. I'd like to thank both playing groups, coaching staff and team management for their efforts throughout the season.

David Barlow continues as Head Coach and player of the Men's team, and I'm pleased that Cheryl is set to return in 2027.

In 2026 we had 51 Junior Sabre teams representing the SBA in Basketball Victoria's VJBL competition, and I'm proud to share that the SBA was awarded 2024/25 VJBL Association of the Year by Basketball Victoria – a fantastic recognition of everyone's hard work across the Association. 13 of our teams made it through to the VC, the most teams we've ever had reach that level.

Our Domestic competition continues to grow, with 778 Junior teams (6,454 players) and 181 Senior teams (1,514 players) registered for the 2026 season – 959 teams and close to 8,000 players across our competitions.

A special mention to all the Coaches, Assistant Coaches and Team Managers supporting our playing group in the Junior competitions; well, done.

Without our Referees there would be no basketball, they do a great job to ensure the SBA competitions continue. Please show your appreciation to all our Referees, it's a challenging role that they play and perform well in.

The Operations Team at the SBA have again delivered an excellent result across all our competitions and programs. A big thank you and acknowledgement of the work they continue to do year on year: Vicki, Sophie, Kristelle, Danni, Greg, Tash, Evan, Skye, Shaun, Amy and Simon.

A special mention to the SBA sponsors for their continued support, truly appreciated for what you provide.

In closing, a special thank you to Phil McFarlane, departing SBA President, for his excellent tenure and the great asset he has been to the Association. I'd like to welcome Paul Jasniach as the new SBA President. Thank you to Paul and the Board who continue to develop and refine the strategy of the SBA, supporting the Operations team to ensure we continue to provide the values that the SBA represents: **Trust, Respect, Integrity, Excellence and Wellbeing.**

Craig Weir
SBA Chief Executive Officer

03 SECRETARY'S REPORT

Board Meetings

A quorum was present at all FY26 Board Meetings.

The resignation of two Board members – Phil McFarlane and Michelle Scalzi occurred in June 2026. Paul Jasniach was appointed President, replacing Phil McFarlane in this role. Both Marty Pask and Lisa Curtis were appointed to a casual vacancy/non-voting Directors role throughout the year. With Paul stepping into the President role, Lisa was appointed Treasurer. The Board thanks both Phil and Michelle for their significant contribution to the SBA.

Meetings were chaired by the President Phil McFarlane until June and then Paul Jasniach following that. All Board Members actively participated in robust and challenging discussions, with a diversity of opinions expressed. All decisions were documented in minutes and conflicts of interest were noted. Board and strategic items are tracked in an action register and progress is reviewed at each Board Meeting.

2025-2026 Board Meeting Attendance												
Board Member	Position	Oct	Nov	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
Phil McFarlane	President	✓	✓	✓		✓	✓	✓	✓			7
Paul Jasniach	Treasurer/President	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	10
Gerrik Gratz	Vice President	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	10
Jason Shugg	Secretary	✓	✓	✓	✓	✓	✓	✓		✓	✓	9
Michelle Scalzi	Director	✓	✓	✓	✓	✓	✓	✓	✓			8
Caroline Tuohey	Director	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	10
Rachel Dolan	Director	✓	✓	✓	✓	✓	✓	✓		✓	✓	9
Marty Pask	Non-Voting Director	✓	✓	✓	✓	✓	✓	✓		✓	✓	7
Lisa Curtis	Non-Voting Director					✓	✓	✓	✓	✓	✓	7

Jason Shugg
SBA Secretary

04 TREASURER'S REPORT

I am pleased to present the Treasurer's Report for the Southern Basketball Association (SBA) for the year ending 30 June 2026.

2026 was a successful year for the SBA, with solid participation levels and well-managed operations contributing to a strong financial outcome. The association continued to invest wisely in areas that support growth and enhance the member experience, resulting in a stable and positive year overall. These efforts translated into improved results on court and a consistently strong experience for players and families throughout the season.

Financial Performance

The SBA recorded a small loss after depreciation and amortisation, however it did achieve a modest operating surplus before these non-cash expenses, demonstrating day to day operations remain financially sound. Our upgraded canteen and barista coffee offering, together with the Sabres merchandise line, continued to perform strongly. These initiatives are expected to support financial performance again in FY27 as they become further embedded in our game-day operations.

Cash reserves remained strong, closing at \$1.47m as at 30 June 2026. Maintaining this solid cash position is important for the SBA, ensuring we remain financially stable and well-placed to support the needs of our growing community.

As anticipated, expenses increased reflecting inflation levels and the ongoing maintenance of new courts and facilities. Despite this, costs were well controlled throughout the year, resulting in a favourable outcome compared with budget expectations.

Capital Investment

Throughout 2026, the SBA continued to invest in facility improvements to enhance the experience for players and spectators. This included installing eight new basketball rings on courts 5–8, undertaking works to reduce summer heat levels on courts 1–4, and further developing the canteen and service areas. These upgrades ensure our facilities remain modern, safe, and capable of supporting the growing demands of our community.

Looking Ahead

Looking ahead, the SBA remains focused on delivering a high-quality basketball environment and strengthening our role within the broader basketball community. Our priorities for the coming year include ongoing improvements to courts, amenities, and game-day operations, as well as continued investment in representative pathways, coaching development, referee programs and community initiatives. The Board has approved the FY27 budget, which aligns with the SBA's strategic priorities and SBA vision.

Acknowledgements

In 2026, I will be stepping into the role of President, succeeding Phil McFarlane, whose leadership has been invaluable to the association. I look forward to continuing the strong foundations Phil has established.

I will be handing over the Treasurer role to Lisa Curtis, who brings great capability and commitment to the position. I am confident she will serve the association exceptionally well.

I extend my sincere thanks to all SBA staff, volunteers, members, and families for their ongoing support and involvement. Our achievements this year are a direct result of your dedication and passion for our club.

We look forward to another year of growth, progress, and community connection.

Paul Jasniach

Treasurer, Southern Basketball Association

Southern Basketball Association Incorporated

78 936 718 412

Financial Statements

For For the Year Ended 30 June 2026

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For the Year Ended 30 June 2026

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Committee's Report

30 June 2026

The committee members submit the financial report of the Association for the year ended 30 June 2026.

1. General information

Committee members

The names of the Committee members in office at any time during the year and to the date of this report are:

Names	Position	Appointed/Resigned
Phil McFarlane	President	Resigned 13 July 2026
Jason Shugg		
Gerrik Gratz	Vice President	
Paul Jasniach	President	
Michelle Scalzi	Secretary	Appointed 8th September 2025
Rachel Dolan		
Caroline Tuohey		
Lisa Curtis	Treasurer	Appointed 16 March 2026

Principal activities

The principal activities of the Association during the year ended 30 June 2026 were:

Promoting the sport of Basketball and providing the members of the Association with facilities to encourage participation and competition within the sport.

Significant changes

No significant change in the nature of these activities occurred during the year ended 30 June 2026.

2. Operating results and review of operations for the year

Operating result

The loss of the Association for the year ended 30 June 2026 after providing for income tax amounted to \$ (151,151) (2025 profit: \$110,898).

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Committee's Report

30 June 2026

3. Other items

Events after the reporting date

No matters or circumstances have arisen since the year ended 30 June 2026 which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

Future developments and results

The Association has signed a Heads of Agreement with the Bayside City Council to provide a \$3 Million capital contribution towards the funding of four new courts being constructed at the rear of 150 Tulip Street, Cheltenham. The Association will be granted a 20 year lease for the new courts commencing in 2023 including the first right of refusal for any future lease of the premises, subject to the prevailing Local Government Act and Leasing Policy requirements of the day.

The structure of the \$3 million capital contribution by the Association is as follows:

- \$1 million upfront (i.e. upon opening of new facility).
- \$2 million in tranches of \$100,000 (plus GST) each year for 20 years.

Signed in accordance with a resolution of the Members of the Committee:

Committee member: Lisa Curtis
Lisa Curtis

Committee member: Paul Jasniach
Paul Jasniach

Dated 16 September 2026

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Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2026

		2026	2025
	Note	\$	\$
Sales revenue	4	374,521	239,595
Basketball and other revenue	4	3,511,676	3,589,578
Finance revenue	4	36,666	-
Cost of sales		(370,658)	(233,571)
Employee benefits expense		(1,039,311)	(969,415)
Depreciation and amortisation expense		(262,102)	(267,750)
Competition Costs		(1,029,944)	(969,023)
Outreach expenses		(248,360)	(188,724)
Youth league expenses		(130,416)	(55,978)
Retail expenses		(2,400)	-
Court hire costs		(155,855)	(250,103)
Domestic expenses		(183,483)	(159,705)
Other expenses		(579,204)	(550,507)
Finance costs		(72,281)	(73,499)
Profit before income tax		(151,151)	110,898
Income tax expense		-	-
Profit from continuing operations		(151,151)	110,898
Other comprehensive income, net of income tax		-	-
Total comprehensive income for the year		(151,151)	110,898

Southern Basketball Association Incorporated

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Statement of Financial Position 30 June 2026

	Note	2026 \$	2025 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	1,471,469	1,701,229
Trade and other receivables	6	115,266	79,630
Inventories	7	54,631	22,182
Other assets	10	80,725	34,043
TOTAL CURRENT ASSETS		1,722,091	1,837,084
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,649,300	1,651,648
Intangible assets	9	5,000	5,000
Right of use asset	11	1,166,372	1,240,152
TOTAL NON-CURRENT ASSETS		2,820,672	2,896,800
TOTAL ASSETS		4,542,763	4,733,884
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	178,582	244,478
Employee benefits	14	235,126	204,089
Other financial liabilities	13	127,805	91,482
Lease liabilities	11	44,570	41,294
TOTAL CURRENT LIABILITIES		586,083	581,343
NON-CURRENT LIABILITIES			
Employee benefits	14	897	1,037
Other liabilities	11	1,223,505	1,268,075
TOTAL NON-CURRENT LIABILITIES		1,224,402	1,269,112
TOTAL LIABILITIES		1,810,485	1,850,455
NET ASSETS		2,732,278	2,883,429
EQUITY			
Reserves		291,067	291,067
Retained earnings		2,441,211	2,592,362
TOTAL EQUITY		2,732,278	2,883,429

Southern Basketball Association Incorporated

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Statement of Changes in Equity

For the Year Ended 30 June 2026

2026

	Retained Earnings	Asset Realisation Reserve	New Court Reserve	Total
Note	\$	\$	\$	\$
Balance at 1 July 2025	2,592,362	85,167	205,900	2,883,429
Profit / (loss) attributable to members	(151,151)	-	-	(151,151)
Transactions with owners in their capacity as owners				
Balance at 30 June 2026	2,441,211	85,167	205,900	2,732,278

2025

	Retained Earnings	Asset Realisation Reserve	New Court Reserve	Total
Note	\$	\$	\$	\$
Balance at 1 July 2024	2,476,979	85,167	205,900	2,768,046
Profit / (loss) attributable to members	110,898	-	-	110,898
Transactions with owners in their capacity as owners				
Adjustment on lease variation	4,485	-	-	4,485
Balance at 30 June 2025	2,592,362	85,167	205,900	2,883,429

Southern Basketball Association Incorporated

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Statement of Cash Flows For the Year Ended 30 June 2026

	2026	2025
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	4,264,984	4,213,527
Payments to suppliers and employees	(4,196,804)	(3,708,990)
Net cash provided by/(used in) operating activities	22 68,180	504,537
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(185,973)	(118,786)
Capital contribution towards proposed new leased building	1,608	(54,463)
Net cash used by investing activities	(184,365)	(173,249)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of lease	(113,575)	(116,698)
Net cash used by financing activities	(113,575)	(116,698)
Net increase/(decrease) in cash and cash equivalents held	(229,760)	214,590
Cash and cash equivalents at beginning of year	1,701,229	1,486,639
Cash and cash equivalents at end of the year ended 30 June 2026	5 1,471,469	1,701,229

Southern Basketball Association Incorporated

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Notes to the Financial Statements For the Year Ended 30 June 2026

The financial statements cover Southern Basketball Association Incorporated as an individual entity. Southern Basketball Association Incorporated is a not-for-profit Association incorporated in Victoria under the *Associations Incorporation Reform Act 2012* ('the Act').

The functional and presentation currency of Southern Basketball Association Incorporated is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards and the Act.

2 Summary of Significant Accounting Policies

2.a. Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

2.b. Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

All revenue is stated net of the amount of goods and services tax (GST).

Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Interest revenue

Interest is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Association is entitled to it.

2.c. Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows

Notes to the Financial Statements

For the Year Ended 30 June 2026

2 Summary of Significant Accounting Policies

2.c. Goods and services tax (GST)

arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

2.d. Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the individual item basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

2.e. Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a diminishing value and straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life. The lease is amortised over 20 years with an expiry date of 7 December 2043

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Plant and Equipment	6% - 20%
Office Equipment	10% - 33%
Leasehold improvements	5%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

2.f. Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Association becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for

Notes to the Financial Statements

For the Year Ended 30 June 2026

2 Summary of Significant Accounting Policies

2.f. Financial Instruments

Instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial Assets

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Association's trade and other receivables fall into this category of financial instruments.

Significant receivables are considered for impairment on an individual asset basis when they are past due at the reporting date or when objective evidence is received that a specific counterparty will default.

The amount of the impairment is the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable.

In some circumstances, the Association renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the Association does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

Financial Liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Association uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Association's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

Impairment of financial assets

Notes to the Financial Statements

For the Year Ended 30 June 2026

2 Summary of Significant Accounting Policies

2.f. Financial instruments

At the end of the reporting period the Association assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

2.g. Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

2.h. Leases

At inception of a contract, the Association assesses whether a lease exists.

At the lease commencement, the Association recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Association believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

Notes to the Financial Statements

For the Year Ended 30 June 2026

2 Summary of Significant Accounting Policies

2.h. Leases

The Association has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Association recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

2.i. Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

2.j. Adoption of new and revised accounting standards

The Association has adopted all standards which became effective for the first time at 30 June 2026, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association or refer to Note for details of the changes due to standards adopted.

2.k. New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Association has decided not to early adopt these Standards.

Notes to the Financial Statements

For the Year Ended 30 June 2026

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

4 Revenue and Other Income

Revenue from continuing operations

	2026	2025
	\$	\$
Sales revenue		
- sale of goods	374,521	239,595
Finance income		
- Bank interest received	36,666	-
Other revenue		
- Basketball revenue	3,511,676	3,589,578
Total Revenue	3,922,863	3,829,173

5 Cash and Cash Equivalents

	2026	2025
	\$	\$
Cash at bank and in hand	1,750	2,250
Other cash and cash equivalents	1,469,719	1,698,979
	1,471,469	1,701,229

6 Trade and Other Receivables

	2026	2025
	\$	\$
CURRENT		
Trade receivables	105,624	71,805
GST receivable	3,342	4,113
Other receivables	6,300	3,712
Total current trade and other receivables	115,266	79,630

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2026

7 Inventories

	2026	2025
	\$	\$
CURRENT		
At cost:		
Finished goods	54,631	22,182
	<u>54,631</u>	<u>22,182</u>

8 Property, plant and equipment

	2026	2025
	\$	\$
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	1,200,623	1,059,336
Accumulated depreciation	(718,069)	(632,112)
Total plant and equipment	<u>482,554</u>	<u>427,224</u>
Office equipment		
At cost	349,992	305,405
Accumulated depreciation	(236,073)	(207,686)
Total office equipment	<u>113,919</u>	<u>97,719</u>
Leasehold Improvements		
At cost	1,373,740	1,373,740
Accumulated amortisation	(320,913)	(247,035)
Total leasehold improvements	<u>1,052,827</u>	<u>1,126,705</u>
Total plant and equipment	<u>1,649,300</u>	<u>1,651,648</u>
Total property, plant and equipment	<u>1,649,300</u>	<u>1,651,648</u>

Notes to the Financial Statements

For the Year Ended 30 June 2026

8 Property, plant and equipment

8.a. Movements in carrying amounts of property, plant and equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period ended:

	Plant and Equipment \$	Office Equipment \$	Leasehold Improvements \$	Total \$
For The Year Ended ended 30 June 2026				
Balance at the beginning of year	427,224	97,719	1,126,705	1,651,648
Additions	153,281	44,587	-	197,868
Disposals / Write- offs	(11,894)	-	-	(11,894)
Depreciation expense	(86,057)	(28,387)	(73,878)	(188,322)
Balance at the end of the period	482,554	113,919	1,052,827	1,649,300

	Plant and Equipment \$	Other Plant & Equipment \$	Leasehold Improvements \$	Total \$
Year ended 30 June 2025				
Balance at the beginning of year	460,590	73,438	1,137,760	1,671,788
Additions	59,560	42,718	72,644	174,922
Depreciation expense	(92,926)	(18,438)	(83,699)	(195,063)
Other changes, movements	-	1	-	1
Balance at the end of the period	427,224	97,719	1,126,705	1,651,648

Southern Basketball Association Incorporated

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Notes to the Financial Statements**For the Year Ended 30 June 2026****9 Intangible Assets**

	2026	2025
	\$	\$
B Ball Program		
At Cost	5,000	5,000
Accumulated amortisation and impairment	-	-
Total Intangibles	5,000	5,000

10 Other Assets

	2026	2025
	\$	\$
CURRENT		
Prepayments	33,454	27,912
Accrued income	42,748	-
Other asset	4,523	6,131
	80,725	34,043

Notes to the Financial Statements

For the Year Ended 30 June 2026

11 Leases

Association as a lessee

The Association has leases over land and buildings.

Information relating to the leases in place and associated balances and transactions are provided below.

Terms and conditions of leases

The Association leases land and buildings for their registered office and place of business, the lease expires 31 July 2031, it also leases newly constructed courts for 20 years from 8 December 2023.

Right-of-use assets

	2026	2025
	\$	\$
Right of Use Asset - at cost	1,346,212	1,346,212
Less Accumulated Amortisation	(179,840)	(106,060)
	<u>1,166,372</u>	<u>1,240,152</u>

	2026	2025
Movement in Carrying Amounts - Right of Use Assets		
Opening Net Carrying Amount	1,240,152	1,308,100
Addition to Right of Use Asset	-	(9,750)
Amortisation expenses	(73,780)	(58,198)
Net Carrying Amount	<u>1,166,372</u>	<u>1,240,152</u>

Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities
	\$	\$	\$	\$
2026				
Lease liabilities	44,570	248,845	974,660	1,268,075
2025				
Lease liabilities	41,294	358,227	909,848	1,309,369

Notes to the Financial Statements

For the Year Ended 30 June 2026

11 Leases

AASB 16 Related amounts recognised in the statement of profit or loss and other comprehensive income relating to leases where the Association is a lessee are shown below:

	2026	2025
	\$	\$
Interest expense on lease liabilities	(72,281)	(73,499)
Depreciation of right-of-use assets	(73,780)	(72,687)
	<u>(146,061)</u>	<u>(146,186)</u>

12 Trade and Other Payables

	2026	2025
	\$	\$
Current		
Trade payables	80,079	191,008
Deposits	520	1,850
GST payable	7,992	-
Accrued expense	56,700	-
Other payables	33,291	51,620
	<u>178,582</u>	<u>244,478</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

13 Other Financial Liabilities

	2026	2025
	\$	\$
CURRENT		
Amounts received in advance	127,805	91,482

Southern Basketball Association Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2026

14 Employee Benefits

	2026	2025
	\$	\$
<i>Current liabilities</i>		
Long service leave	87,929	79,640
Annual leave	147,197	124,449
	<u>235,126</u>	<u>204,089</u>
	2026	2025
	\$	\$
<i>Non-current liabilities</i>		
Long service leave	897	1,037

15 Key Management Personnel Remuneration

The totals of remuneration paid to the key management personnel of Southern Basketball Association Incorporated for the year ended 30 June 2026 are as follows:

	2026	2025
	\$	\$
Short-term employee benefits	170,998	150,000
Long-term benefits	6,360	12,531
Post-employment benefits	18,666	17,250
	<u>196,024</u>	<u>179,781</u>

16 Auditors' Remuneration

	2026	2025
	\$	\$
Remuneration of the auditor Alan T Tudor, FCA of Tudor & Company Pty Ltd, for:		
- auditing or reviewing the financial statements	7,500	7,500
Remuneration of other auditors of subsidiaries for:		
- other expenses	6,000	5,500
Total	<u>13,500</u>	<u>13,000</u>

Other services includes assistance in the preparation of the financial statements

17 Financial Risk Management

The Association is exposed to a variety of financial risks through its use of financial instruments.

The Association's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability

Notes to the Financial Statements

For the Year Ended 30 June 2026

17 Financial Risk Management of financial markets.

The Association does not speculate in financial assets.

The most significant financial risks to which the Association is exposed to are described below:

Specific risks

- Liquidity risk
- Credit risk

Financial instruments used

The principal categories of financial instrument used by the Association are:

- Trade receivables
- Cash at bank
- Trade and other payables

Liquidity risk

Liquidity risk arises from the Association's management of working capital and the finance charges and principal repayments on its debt instruments. It is the risk that the Association will encounter difficulty in meeting its financial obligations as they fall due.

The Association's policy is to ensure that it will always have sufficient cash to allow it to meet its liabilities as and when they fall due. The Association maintains cash and marketable securities to meet its liquidity requirements for up to 30-day periods. Funding for long-term liquidity needs is additionally secured by an adequate amount of committed credit facilities and the ability to sell long-term financial assets.

The Association manages its liquidity needs by carefully monitoring scheduled debt servicing payments for long-term financial liabilities as well as cash-outflows due in day-to-day business.

Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of a rolling 30-day projection. Long-term liquidity needs for a 180-day and a 360-day period are identified monthly.

At the reporting date, these reports indicate that the Association expected to have sufficient liquid resources to meet its obligations under all reasonably expected circumstances and will not need to draw down any of the financing facilities.

The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates and does not reflect management's expectations that banking facilities will be rolled forward. The amounts disclosed in the table are the undiscounted contracted cash flows and therefore the balances in the table may not equal the balances in the statement of financial position due to the effect of discounting.

The table below reflects the undiscounted contractual maturity analysis for financial liabilities.

Notes to the Financial Statements

For the Year Ended 30 June 2026

17 Financial Risk Management

	Within 1 Month		1 to 3 Months	
	2026	2025	2026	2025
	\$	\$	\$	\$
Financial liabilities due for payment				
Trade and other payables	-	-	80,079	191,008
Other short term liabilities	32,049	51,620	-	-

The timing of expected outflows is not expected to be materially different from contracted cashflows.

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Association.

Credit risk arises from cash and cash equivalents, derivative financial instruments and deposits with banks and financial institutions, as well as credit exposure to wholesale and retail customers, including outstanding receivables and committed transactions.

The Association has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The utilisation of credit limits by customers is regularly monitored by line management. Customers who subsequently fail to meet their credit terms are required to make purchases on a prepayment basis until creditworthiness can be re-established.

Trade receivables consist of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

Management considers that all the financial assets that are not impaired for each of the reporting dates under review are of good credit quality, including those that are past due.

The credit risk for liquid funds and other short-term financial assets is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

The Association has no significant concentration of credit risk with respect to any single counterparty or group of counterparties.

The following table details the Association's trade and other receivables exposure to credit risk (prior to collateral and other credit enhancements) with ageing analysis and impairment provided for thereon. Amounts are considered as 'past due' when the debt has not been settled, within the terms and conditions agreed between the Association and the customer or counter party to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there is objective evidence indicating that the debt may not be fully repaid to the Association.

The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

Notes to the Financial Statements

For the Year Ended 30 June 2026

17 Financial Risk Management

	Gross amount \$	Past due and impaired \$	Past due but not impaired (days overdue)		Within initial trade terms \$
			< 30 \$	> 90 \$	
2026					
Trade and term receivables	105,624	-	78,872	26,752	-
Total	105,624	-	78,872	26,752	-
2025					
Trade and term receivables	71,805	-	52,062	19,743	-
Total	71,805	-	52,062	19,743	-

The Association does not hold any financial assets with terms that have been renegotiated, but which would otherwise be past due or impaired.

The other classes of receivables do not contain impaired assets.

18 Related Parties

No remuneration is received by members of the Committee of Management from the Association for acting on the committee during the year. Remuneration received or receivable by members of the Committee of Management from the Association for acting as referees, supervisors, domestic graders, consultants or in other paid capacities are paid on an arms length basis and on normal terms and conditions.

19 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 30 June 2026

20 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

Southern Basketball Association Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2026

21 Future developments

Leasehold improvements

The Association has signed a Heads of Agreement with the Bayside City Council to provide a \$3 Million capital contribution towards the funding of four new courts being constructed at the rear of 150 Tulip Street, Cheltenham. The Association will be granted a 20 year lease for the new courts commencing in 2023 including the first right of refusal for any future lease of the premises, subject to the prevailing Local Government Act and Leasing Policy requirements of the day.

The structure of the \$3 million capital contribution by the Association is as follows:

- \$1 million upfront (i.e. upon opening of new facility).
- \$2 million in tranches of \$100,000 (plus GST) each year for 20 years.

A total of \$1,100,000 plus GST has been paid during the previous financial years towards the contribution required under the Heads of Agreement and is included as leasehold improvements (Note 8).

22 Cash Flow Information

22.a. Reconciliation of result for the year ended 30 June 2026 to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2026	2025
	\$	\$
Profit / (loss) for the year	(151,151)	110,898
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	262,102	267,750
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(37,724)	12,613
- (increase)/decrease in prepayments	(42,209)	(19,211)
- (increase)/decrease in inventories	(32,449)	8,853
- increase/(decrease) in income in advance	29,911	(9,123)
- increase/(decrease) in trade and other payables	8,803	100,975
- increase/(decrease) in employee benefits	30,897	31,782
Cashflows from operations	68,180	504,537

23 Statutory Information

The registered office of and principal place of business of the association is:

Southern Basketball Association Incorporated
150 Tulip Street
Sandringham Vic 3191

Southern Basketball Association Incorporated

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Certificate by Members of Committee

Annual statements give true and fair view of financial performance and position of incorporated association

We, Lisa Curtis and Paul Jasniach, being members of the Committee of the Southern Basketball Association Incorporated, certify that -

The statements attached to this certificate give a true and fair view of the financial performance and position of Southern Basketball Association Incorporated during and at the end of the financial period of the association ending on 30 June 2026.

Dated 16 September 2026

Lisa Curtis

.....
Lisa Curtis (Committee Member)

Paul Jasniach

.....
Paul Jasniach (Committee Member)

Southern Basketball Association Incorporated

Independent Audit Report to the members of Southern Basketball Association Incorporated

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Southern Basketball Association Incorporated (the Association), 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 period then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In my opinion, the accompanying financial report presents fairly, in all material respects, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2026 and of its financial performance and its cash flows for the year ended 30 June 2026; and
- (ii) complying with Australian Accounting Standards.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter

Without qualification to the opinion expressed above, attention is drawn to the component of revenue received as entry fees, canteen and locker room sales from members and guests in the nature of cash. The Association has determined it is not practicable to establish an effective system of internal control over such income until its initial entry into its financial records. Accordingly our audit was limited to the amounts recorded in the financial records. I am therefore unable to express an opinion whether all income from entrance fees, canteen and locker room sales is complete.

LIABILITY LIMITED BY A SCHEME APPROVED UNDER PROFESSIONAL STANDARDS LEGISLATION

TUDOR & COMPANY PTY LTD

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Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act 2012, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the the Association'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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.T. Tudor

Alan T. Tudor
Chartered Accountant

Moorabbin

Dated this 16th day of September 2026

Southern Basketball Association Incorporated

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For the Year Ended 30 June 2026

Disclaimer

The additional financial data presented on pages 27 and 28 is in accordance with the books and records of the Association which have been subjected to the auditing procedures applied in our statutory audit of the Association for the period ended 30 June 2026. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Southern Basketball Association Incorporated) in respect of such data, including any errors or omissions therein however caused.

Tudor & Company Pty Ltd


.....

Alan T Tudor FCA

16 September 2026
Moorabbin

LIABILITY LIMITED BY A SCHEME APPROVED UNDER PROFESSIONAL STANDARDS LEGISLATION

TUDOR & COMPANY PTY LTD
DIRECTOR: MR ALAN TUDOR FCA
15/153-384 CHATEAUX ROAD, MOORABBIN, VICTORIA 3170

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Southern Basketball Association Incorporated

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For the Year Ended 30 June 2026

Profit and Loss Account

	2026	2025
	\$	\$
Income		
Sale of goods	374,521	239,595
Interest income	36,666	-
Registration income	189,081	256,177
Scoresheet income	1,333,120	1,373,907
Other income Player sponsorship	1,818	-
Sponsorship	84,742	67,809
Outreach programs	435,585	422,846
Other income	9,782	20,067
SBA entry and membership	623,319	636,857
Events income	15,377	-
VJBL Rep income	632,670	671,254
Other basketball revenue	186,183	140,659
Total income	3,922,864	3,829,171
Less: Expenses		
Advertising and promotions	363	966
Amortisation	73,780	72,687
Auditors remuneration	13,500	16,000
Bad debts	1,095	13,550
Bank charges	-	153
Body corporate and management fees	-	350
Cleaning / rubbish removal	182,789	176,343
Computer expenses	38,257	25,694
Consulting and professional fees	14,433	11,727
Depreciation	188,322	195,063
Donations	142	3,116
Domestic competition expenses	12,144	17,331
Finance costs - interest paid	72,281	73,499
Filing fees	196	603
Fines and penalties	-	(668)
Hire / rent of plant & equipment	8,771	8,922
Insurance	88,237	65,077
Internet expenses	9,714	2,483
IT expenses	-	1,594
Annual leave	22,748	(543)
Long service leave	8,150	32,325
Other employee costs	216,551	191,450
Outreach expenses	248,360	188,724
Office supplies	827	1,686
Payroll tax	15,721	6,697
Postage	171	474
Printing and stationery	9,915	12,696
Outgoings	82,318	98,229
Repairs and maintenance	49,809	52,124
Retail- selling expenses	5,123	17,169

Southern Basketball Association Incorporated

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For the Year Ended 30 June 2026**Profit and Loss Account**

	2026	2025
	\$	\$
Salaries	623,064	616,372
Security costs	12,006	1,843
Staff training	5,300	11,705
Staff amenities	1,869	1,662
Subscriptions	19,769	10,013
Sundry expenses	9,402	(2,478)
Superannuation contributions	133,953	102,192
Telephone and fax	19,709	23,942
Travel - domestic	10,790	7,235
Workers compensation insurance	13,824	9,217
Cost of sales	370,658	233,571
Sponsorship & event expenses	45,623	48,256
NBL 1 expenses	620,576	489,922
Jnr Rep Championship expenses	351,601	413,514
Youth League expenses	130,416	55,978
Retail expenses	2,400	-
Court hire costs	155,855	250,103
Domestic expenses	183,483	159,705
Total Expenses	4,074,015	3,718,273
Other items:		
Profit before income tax	(151,151)	110,898