



Sovereign Islands Precinct No 6 Company Limited ACN 104 418 180

Notice of Annual General Meeting

This is to advise you of the upcoming annual general meeting (AGM) of The Sovereign Islands (Precinct 6) Company Limited.

Date: FRIDAY 10 OCTOBER 2025

Time: 11:30am Registration, 12:00 Noon Start (Sharp)

Location: Paradise Point Community Centre - Community Lane, Paradise Point QLD 4216

Agenda items

Ordinary business:

1 Welcome

2 Apologies

3 Acceptance of Minutes of Previous Annual General Meeting on 8 November 2024

6. Financial Report – by Dickfos Dunn Adam Auditors

7. Meeting Closed



Sovereign Islands Precinct No 6 Company Limited ACN 104 418 180

Motions for Voting:

1. Acceptance of Minutes of Previous Annual General Meeting

That the minutes of the Annual General Meeting on 8 November 2024 be accepted.

YES

NO

ABSTAIN

2. Financial Report

That the audited financial report of The Sovereign Islands (Precinct No 6) Company Limited ACN 104 418 180 and the report of the auditors for the year ended 30 June 2025 be received and accepted.

YES

NO

ABSTAIN

VOTER'S STATEMENT

- I/We require that this voting paper, completed by me/us, be recorded as my/our vote in respect of the motions set out above.

Signature of voter/s _____

Name of voter/s _____

Address of Property owned at Sovereign Island _____

Email _____

Mobile Number _____

Please tick here if you would like to receive all levy notices and correspondence via **email only** and not via Australia Post



Sovereign Islands Precinct No 6 Company Limited ACN 104 418 180

This Explanatory Memorandum has been prepared to help members understand the business to be put to members at the forthcoming annual general meeting.

Ordinary business

1 Annual financial report

The *Corporations Act 2001* (Cwth) (**Corporations Act**) requires the annual financial report, including the financial statements of the company for the year ended 30 June 2025, to be laid before the annual general meeting. Neither the Corporations Act requires a vote of members on the reports or statements. However, members will be given an opportunity to raise questions or comments on the report.

Note - Notice of a Discussion Point from Shareholders require 7 days prior to the AGM in writing.



Sovereign Islands Precinct No 6 Company Limited ACN 104 418 180

Proxy Form

To: The Company Secretary
The Sovereign Islands (Precinct 6) Company Limited
PO Box 416, Paradise Point QLD 4216

*I/We (full name(s)) _____ Owner(s) of Lot(s) _____

Address _____

Being a Member of the Company HEREBY APPOINT (full name) _____

as *my/our proxy to vote on *my/our behalf (including adjournments) at**:- _____

Or (or, in his/her absence, or if no person is named, the Chair of the Meeting).

As my proxy to vote and act on my behalf at the General Meeting of the Company.

1. The general meeting to be held on **10 October 2025**
2. All general meetings held before _____ (expiry date).

OR

3. All general meetings held during the rest of the company's financial year unless *I/we serve you with a prior written withdrawal of the appointment.

Signature(s) of Owner(s) (all co-Owners to sign):

_____ Date _____

Owner 1 full name:

Owner 1 signature:

_____ Date _____

Owner 2 full name:

Owner 2 signature:

_____ Date _____

Owner 3 full name:

Owner 3 signature:

Signature of proxy holder

Residential Address of proxy holder _____

NOTES FOR USE

* delete one

** delete those two alternatives which are not applicable



Sovereign Islands Precinct No 6 Company Limited ACN 104 418 180

Company Nominee Form

To: The Company Secretary
The Sovereign Islands (Precinct 6) Company Limited
PO Box 416, Paradise Point QLD 4216

The Sovereign Islands Gateway lot number/s _____.

The corporation named below hereby as owner of the above-mentioned lot/s, authorises as its company nominee the individual named below to exercise or perform on its behalf any power, authority, duty or function conferred by or under the Corporations Act 2001 as owner or mortgagee of the lot/s.

Name of corporation: _____ A.C.N _____

The full name of the individual authorised as company nominee of the corporation is:

Address: _____

Phone: _____

Email(s): _____

DATED this _____ day of _____ 2025.

EXECUTED by the corporation whose name and ACN appear above in accordance with Section 127 of the Corporations Act 2001 by:

Director/Secretary
Name:

Director
Name:



Sovereign Islands Precinct No 6 Company Limited ACN 104 418 180

Minutes of the Annual General Meeting held at The Paradise Point Community Hall, Community Lane, Paradise Point QLD 4216 on Friday, 8th November 2024.

Owners represented:

Lot 469 Present in person by D & M McColl
Lot 492 Present in person by R McKergow & Proxy to M McKergow
Lot 507 Present in person by A Glenister
Lot 542 Present in person by M Rothwell
Lot 587 Present in person by M Jordan
Lot 589 Present in person by A Glenister
Lot 600 Apology and proxy to A Glenister
Lot 617 Present in person by K Harrison
Lot 631 Present in person by C Vandegraaf
Lot 657 Apology and proxy to J & E Zorbas
Lot 684 Present in person by J & T Shaw
Lot 699 Present in person by P & M Edmondson

Directors:

A Robilotta-Glenister (*Managing Director and Chairperson of the Meeting*)
J Bate
H M Wang
R McKergow
M McKergow
P Hawes
P Shakespeare (apology)

Quorum:

The Chairperson noted that a quorum was represented and declared the meeting open at 12:43pm.

Also in Attendance:

K Todd – Capitol (Strata Manager)
M Gunnis – Capitol (Strata Assistant)

Items of Business:

1. Acceptance of Minutes of Previous Annual General Meeting

Resolved that the minutes of the Annual General Meeting on 27 October 2023 be accepted.

2. Financial Report

Resolved that the audited financial report of The Sovereign Islands (Precinct No 6) Company Limited ACN 104 418 180 and the report of the auditors for the year ended 30 June 2024 be received and accepted.

Meeting Closed

There being no further business the Chairperson closed the meeting at 12:44pm.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Financial Statements

For the Year Ended 30 June 2025

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

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For the Year Ended 30 June 2025

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The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Directors' Report 30 June 2025

The directors present their report on The Sovereign Islands (Precinct No 6) Company Limited for the financial year ended 30 June 2025.

1. General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Edward John Bate

Hui Min Wang

Michael Robin Mckergow

Peter John Hawes

Rosabel Mckergow

Phyllis Ann Glenister

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company secretary

The following person held the position of Company secretary at the end of the financial year:

Phyllis Ann Glenister

Principal activities

The primary function of the Company is to be lessee under the Lease (with Gold Coast City Council) and to exercise and perform and observe the rights and obligation of the lessee under the Lease. The key functions are to ensure the appropriate use of the member contributions as defined in the company constitution. This includes holding, maintenance and upkeep of the Precinct No 6 Open Space Areas including but not limited to: - the maintenance costs of the ornamental gardens, appurtenances and open space within the Precinct No 6 Open Space Areas; the costs of management, the cost of replacement of any trees and plants and any alteration to landscaping that may be performed from time to time; the operation of the watering system and equipment and the costs of policing Breach of the Peace and Prohibited Conduct.

No significant changes in the nature of the Company's activities occurred during the financial year.

2. Operating results and review of operations for the year

Operating results

The profit of the Company after providing for income tax amounted to \$ 15,891 (2024: \$ 30,985).

3. Other items

Dividends paid or recommended

As a not for profit company limited by Guarantee the Constitution of the company prohibits, directly or indirectly, payment of any dividends or distribution of profit to members of the company.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Directors' Report

30 June 2025

3. Other items

Events after the reporting date

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

Auditor's independence declaration

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2025 has been received and can be found on page 3 of the financial report.

4. Sign off details

Signed in accordance with a resolution of the Board of Directors:

Director: 
PHYLLIS ANN GLENISTER

Director: 
Edward John Bate

Dated this 11th day of September 2025



DICKFOS DUNN ADAM

22 Garden Street (PO Box 1669) Southport Queensland 4215
T (07) 5532 7855 F (07) 5531 1194 E (name)dickfosdunnadam.com.au
www.dickfosdunnadam.com.au

THE SOVEREIGN ISLANDS (PRECINCT NO 6) COMPANY LIMITED
ABN 33 104 418 180

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF THE SOVEREIGN ISLANDS (PRECINCT NO 6) COMPANY LIMITED

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2025, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Corporations Act 2001* and in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

DICKFOS DUNN ADAM
Audit & Assurance

DDA

T L Adam

11-9-2025

DATED
Southport

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2025

	2025	2024
Note	\$	\$
Garden Contributions	236,408	236,408
Interest On Overdue Levies	3,347	1,949
Debt Collection Fee Recovery	4,702	3,061
Interest Received	13,245	10,866
Total Income	257,702	252,284
Audit Fees	(3,575)	(1,592)
Bank Charges (Gst Incl)	(281)	(157)
Bas Preparation Fee	(600)	(930)
Community Power	(3,695)	(4,060)
Committee Expense	-	(82)
Consultant's Fees	(685)	(608)
Debt Collection Fees	(4,312)	(3,061)
Doubful Debts	(25,000)	-
Fees & Permits	(286)	(290)
Income Tax Returns	(705)	-
R&M - Building General	-	(822)
R&M - Plumbing	-	(937)
R&M - Grounds Contractor	(137,917)	(125,866)
R&M - Irrigation	-	(23,287)
R&M - Electrical	-	(16)
Management Fees	(28,736)	(18,982)
Management Fees Additional Svc	(400)	(552)
Disbursements	(902)	(556)
Stratamax License Fee	(1,392)	(3,796)
Fixed Disbursements	(6,960)	(9,280)
Rates	(6,062)	(5,848)
Fountain Maintenance	-	(676)
Water/Sewerage Rates	(17,673)	(19,901)
Sundry Expense	(1)	(1)
Total Expenditure	(239,180)	(221,299)
Profit before income tax	18,522	30,985
Income Tax	2(b) (2,631)	-
Total comprehensive income for the year	15,891	30,985

The accompanying notes form part of these financial statements.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Statement of Financial Position

As At 30 June 2025

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	173,574	734,396
Trade and other receivables	5	129,706	4,213
Other financial assets	6	356,367	-
Other assets	7	136,977	-
TOTAL CURRENT ASSETS		<u>796,624</u>	<u>738,609</u>
TOTAL ASSETS		<u>796,624</u>	<u>738,609</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	35,652	113,659
Other liabilities	9	120,132	-
TOTAL CURRENT LIABILITIES		<u>155,784</u>	<u>113,659</u>
TOTAL LIABILITIES		<u>155,784</u>	<u>113,659</u>
NET ASSETS		<u>640,840</u>	<u>624,950</u>
EQUITY			
Retained earnings		<u>640,840</u>	<u>624,950</u>
TOTAL EQUITY		<u>640,840</u>	<u>624,950</u>

The accompanying notes form part of these financial statements.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Statement of Changes in Equity For the Year Ended 30 June 2025

2025

	Retained Earnings (Administrative Fund)	Retained Earnings (Reserve Fund)	Total
	\$	\$	\$
Balance at 1 July 2024	331,827	293,123	624,950
Profit for year	2,646	13,245	15,891
Balance at 30 June 2025	334,472	306,368	640,840

2024

	Retained Earnings (Administration Fund)	Retained Earnings (Reserve Fund)	Total
	\$	\$	\$
Balance at 1 July 2023	311,709	282,256	593,965
Profit for the year	20,119	10,866	30,985
Balance at 30 June 2024	331,828	293,122	624,950

The accompanying notes form part of these financial statements.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Statement of Cash Flows For the Year Ended 30 June 2025

	2025
Note	\$
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers	244,032
Payments to suppliers and contractors	(461,732)
Interest received	13,245
Net cash provided by/(used in) operating activities	<u>(204,455)</u>
Net increase/(decrease) in cash and cash equivalents held	(204,455)
Cash and cash equivalents at beginning of year	<u>734,396</u>
Cash and cash equivalents at end of financial year	4 <u><u>529,941</u></u>

The accompanying notes form part of these financial statements.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Notes to the Financial Statements For the Year Ended 30 June 2025

1 Basis of Preparation

The Directors of the company have determined that the company is a non reporting entity. These special purpose financial statements have been prepared to satisfy the Company's reporting requirements under the Corporations Act 2001, which requires the financial statements to comply with the Australian Accounting Standards as disclosed within the supporting notes. In the opinion of the Directors, it is unlikely there are users of these financial statements who are not in a position to require the preparation of reports tailored to meet their information needs.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cashflows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors and AASB 1054 Australian Additional Disclosures. The financial statements comply with all relevant and material Australian Accounting Standards. The significant accounting policies adopted in the financial statements are set out in the supporting policy notes to follow.

As a not for profit company limited by Guarantee the Constitution of the company prohibits, directly or indirectly, payment of any dividends or distribution of profit to members of the company.

The functional and presentation currency of The Sovereign Islands (Precinct No 6) Company Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

2024:

Comparative data is consistent with prior year except for the disclosure of share capital \$1. The company is a Public company limited by Guarantee therefore holds no share capital. The current year financial statements have corrected this disclosure error reported in prior year financial statements. The \$1 maximum member contribution is disclosed within the Members Guarantee note.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information is consistent with prior reporting periods unless otherwise stated.

2 Material Accounting Policy Information

(a) Revenue and other income

Revenue - Gardening Contributions

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Contributions Income is measured at the upon receipt of the income received or receivable.

Interest revenue is recognised using the effective interest rate method.

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

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Notes to the Financial Statements For the Year Ended 30 June 2025

2 Material Accounting Policy Information

(b) Income tax

The company applies the liability method for taxation. Non-member income of the company is only assessable for tax, as member income is excluded under the principle of mutuality. Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustments to tax payable in respect of previous years.

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

(d) 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 subject to an insignificant risk of change in value.

Short term investments are deemed assets held equal to or less than 3 months.

(e) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

(f) Trade and Other Receivables

Trade and other receivables include amounts due from contributions. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

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.

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Notes to the Financial Statements For the Year Ended 30 June 2025

3 Critical Accounting Estimates and Judgments

Key Judgments - provision of impairment of Loan Receivables

Trade receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

4 Cash and Cash Equivalents

	2025	2024
	\$	\$
Cash at bank	173,574	441,275
Bbl Term Deposit	-	293,121
Total cash and cash equivalents	173,574	734,396

Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

	2025	2024
	\$	\$
Cash and cash equivalents	173,574	734,396
Term Deposits - Held Greater than 3 Months	356,367	-
Balance as per statement of cash flows	529,941	734,396

5 Trade and Other Receivables

	2025	2024
	\$	\$
CURRENT		
Contributions in Arrears	29,922	23,310
Allowance for Doubtful Debts	(55,000)	(30,000)
Related Party Loan - The Sovereign Island Gateway Company Ltd	150,000	-
Net contributions	124,922	(6,690)
GST receivable	-	10,903
Sundry Debtors	4,784	-
Total current trade and other receivables	129,706	4,213

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Notes to the Financial Statements For the Year Ended 30 June 2025

6 Other Financial Assets

	2025	2024
	\$	\$
Term Deposits - Held Greater than 3 Months	356,367	-
Total other financial assets	356,367	-

7 Other Assets

	2025	2024
	\$	\$
CURRENT		
Prepayments	4,833	-
Prepayments Contributions	2,120	-
Contributions Billed Not Due	130,024	-
Total other assets	136,977	-

8 Trade and Other Payables

	2025	2024
	\$	\$
CURRENT		
Creditors	3,288	9,182
GST payable	7,663	-
Accrued expenses	17,643	15,507
Contributions in Advance	7,061	88,971
Total trade and other payables	35,655	113,660

9 Other Liabilities

	2025	2024
	\$	\$
CURRENT		
Contribution Billed Not Due	118,204	-
Prepayments Contributions	1,928	-
Total other liabilities	120,132	-

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Notes to the Financial Statements For the Year Ended 30 June 2025

10 Administrative and Reserve Fund

As per the Company constitution, the Directors set aside profits of the Company and such sums as deemed proper to include in the Reserve Fund. The Reserve fund is kept with other assets and correlates to the Term Deposits held on behalf of the company. The Directors set aside and plan for future use these funds held to meet contingencies or for repairing, improving and maintaining any of the property of the Company.

The Directors analyse the Retained Reserves as representing the Reserve Fund as below:

	2025	2024
	\$	\$
Reserve Fund at the beginning of the financial year	293,123	282,256
Interest Received	13,245	10,866
Reserve Fund at end of the financial year	306,368	293,122

11 Contracted Commitments

The Company has a contractual agreement in place with 'The Council of the City of Gold Coast' for terms of the lease as per the lease agreement. The lease commenced on 25th of May 1989 and terminates on the 24th of May 2088. Is the rental of \$1.00 per annum for the entirety of the term.

12 Members' Guarantee

The company is a public company limited by guarantee. The constitution section 4 details in the event of, and for the purpose of winding up the company, the amount capable of being called up from each member, if the Company is wound up while that person is a Member, or within 1 year after the person ceases to be a Member, for payment of the Company's debts and liabilities contracted before that person ceased to be a Member and of the costs, charges and expenses of winding up and for adjustment of the rights of the contributories among themselves,

The amount payable per member would not exceed \$1.00.

13 Key Management Personnel Disclosures

There are no wages and salaries to note during the financial year of audit, thus no remuneration paid to key management personnel of the Company is \$ - (2024: \$ -).

14 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2025 (30 June 2024:None).

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

Notes to the Financial Statements For the Year Ended 30 June 2025

15 Related Parties

(a) The Company's main related parties are as follows:

The related party transaction to note during the financial year of audit are denoted below (2024:nil).

Key management personnel - refer to Note 13.

(b) Transactions with related parties

The following transactions occurred with related parties. There is no formal loan agreement for this related party loan but Director minutes approved the loan and determined the loan is repayable at \$50,000 per annum from the related company. :

	Balance outstanding	
	Owed to the company \$	Owed by the company \$
The Sovereign Islands Gateway Company Ltd Loan Receivable	150,000	-

16 Statutory Information

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

The Sovereign Islands (Precinct No 6) Company Limited
60 Knightsbridge Parade East
Paradise Point Qld 4216

The Sovereign Islands (Precinct No 6) Company Limited

ABN: 33 104 418 180

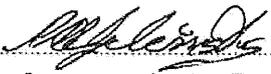
Directors' Declaration

The directors have determined that the Company's special purpose financial report should be prepared in accordance with the accounting policies described in Note 2 to the financial statements.

In the directors' opinion:

1. the financial statements and notes, as set out on pages 4 to 13, are in accordance with the *Corporations Act 2001 and Company Constitution* and:
 - (a) comply with Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the Company's financial position as at 30 June 2025 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 2 to the financial statements.
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director 
PHYLLIS ANN GLENISTER

Director 
Edward John Bate.

Dated 11th September 2025



DICKFOS DUNN ADAM

22 Garden Street (PO Box 1669) Southport Queensland 4215
t (07) 5532 7855 e (name)dickfosdunnadam.com.au
www.dickfosdunnadam.com.au

THE SOVEREIGN ISLANDS (PRECINCT NO 6) COMPANY LIMITED
ABN 33 104 418 180
INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF THE SOVEREIGN ISLANDS (PRECINCT NO 6) COMPANY LIMITED

Auditors Opinion

We have audited the special purpose financial report for The Sovereign Islands (Precinct No 6) Company Limited, which comprises the statement of financial position as at 30 June 2025, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of The Sovereign Islands (Precinct No 6) Company Limited is in accordance with *the Corporations Act 2001 and Company Constitution*, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2025 and of its financial performance for the year then ended; and
- (ii) complying with the Australian Accounting Standards to the extent disclosed in the supporting notes and *Company Constitution*.

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 company in accordance with the auditor independence requirements of the Corporations Act 2001 and *Company Constitution* and 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by *the Corporations Act 2001 and Company Constitution*, which has been given to the directors of The Sovereign Islands (Precinct No 6) Company Limited, would be in the same terms if given to the directors as at the time of this auditor's report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Comparative Data

We were not the appointed auditor in prior period ended 30 June 2024. Our procedures on opening balances were to obtain sufficient appropriate audit evidence about whether the opening balances contain misstatements that materially affect the current period's financial statements by:

- (a) determining whether the prior period's closing balances have been correctly brought forward to the current period or, when appropriate, have been restated;
- (b) determining whether the opening balance reflect the application of appropriate accounting policies; and
- (c) performing specific audit procedures to obtain evidence regarding the opening balances.

While we provide no opinion on the completeness and accuracy of the comparative data, our audit report is not qualified with regards to this matter. However we highlight that we provide no opinion on the accuracy of the provision for debt impairment which in prior year exceeded the debt reported by the company.

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 to assist the company to meet the requirements of the *Corporations Act 2001 and company constitution*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

THE SOVEREIGN ISLANDS (PRECINCT NO 6) COMPANY LIMITED
ABN 33 104 418 180

INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF THE SOVEREIGN ISLANDS (PRECINCT NO 6) COMPANY LIMITED

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with *Australian Accounting Standards* to the extent disclosed in the supporting notes and *the Corporations Act 2001 and Company Constitution* and for such internal control as the directors determine is necessary to enable the preparation of the 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 directors are responsible for assessing the ability of the company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Matters Relating to the Electronic Presentation of the audited financial report

The audit report relates to the financial report of The Sovereign Islands (Precinct No 6) Company Limited for the year ended 30 June 2025 included, or which will be included, on the company's website. We have not been engaged to report on the integrity of this website. This audit report refers only to the financial report identified above

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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the company or business activities within the Company to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

DICKFOS DUNN ADAM
Audit & Assurance

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T.L. ADAM
T.L. ADAM

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11.9.2025
Dated SOUTHPORT