

NOTICE OF MEETING 2025 ANNUAL GENERAL MEETING

15 NOVEMBER 2025





RECREATIONAL AVIATION AUSTRALIA

OFFICE OF THE CHAIR

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RECREATIONAL AVIATION AUSTRALIA LIMITED

Notice of Meeting - 2025 Annual General Meeting

Dear Fellow Member,

The 2025 Annual General Meeting (AGM) of Recreational Aviation Australia Limited ACN 070 931 645 (the Company) is to be held at 9:00am (AEST) | 10:00am (AEDT) on Saturday, 15 November 2025.

The Company will hold a hybrid AGM, accessible to all Members, online and in-person. The hybrid AGM will provide equal opportunity for all Members to participate in the AGM regardless of location. In-person attendance at the AGM will be limited.

The Company has provided a pre-registration link from Vero for Members wanting to attend virtually. Members will be sent an electronic communication with an invitation for AGM attendance which includes a hyperlink to join the online meeting from 9:45am (AEDT) on the day of the AGM.

The AGM is an important event for the Company. It provides Members with an opportunity to receive an update on significant events and on the performance of the Company during the year.

For those of you unable to attend the AGM you can appoint a proxy to attend to vote on your behalf at the AGM by completing the attached Board approved Proxy Form; and you can lodge a direct vote prior to the AGM by completing the voting section of that form and return it in the manner detailed in the attached explanatory statement.

Details on how to participate in this year's AGM – including how to attend in person, pre-register for virtual access details, vote and ask questions prior to or during the meeting can be found on page 6 of this document.

This booklet includes the Notice for the 2025 Annual General Meeting and the Explanatory Statement. A Board approved Proxy Form accompanies this booklet. I encourage you to read this booklet carefully as it contains important information and will assist you in making an informed decision.

We look forward to seeing you at the hybrid AGM and we thank you for your continued support.

Yours faithfully

Michael Monck

Chairman, Recreational Aviation Australia Limited

22 October 2025

2025 NOTICE OF ANNUAL GENERAL MEETING

Notice is given that the 2025 Annual General Meeting (AGM) of Recreational Aviation Australia Limited (the Company) ACN 070 931 645 will be held:

Date	Saturday, 15 November 2025
Time	10:00am (AEDT) / 9:00am (AEST)
Venue:	Bob Tait's Aviation Theory School, Hanger 58, Wirraway Drive, Redcliffe Aerodrome, Rothwell QLD
Online:	The AGM will be conducted as a hybrid meeting. Members can participate by pre-registering for virtual attendance via the link provided separately.

Items of Business

1. Address by the Chairman

2. Address by the CEO

3. Financial Report

To receive and consider the Directors' Report, Financial Statements and Notes to the Financial Statements for the Company for the year ended 30 June 2025. No resolution is required for this item of business.

A copy of the 2025 Annual Financial Report has been provided to all Members with this Notice of Meeting.

4. Announcement of Elected Directors

The Members having already voted via election resolved to recommend the following two (2) directors for appointment and/or reappointment to the Board effective from the close of the AGM: Paul Reddish and Jim Tatlock.

Short explanation: There are two (2) vacancies on the Board for member-elected directors at the AGM with the retirement of Trevor Bange, Jim Tatlock being eligible for appointment, was elected by Members and the term of current director, Paul Reddish expiring at the close of the AGM, who being eligible for reappointment, was elected by Members.

5. Resolution 1 – Appointment of Auditor

To consider and if thought fit to pass the following resolution as an **ordinary resolution**:

“That, subject to the consent of the Australian Securities and Investments Commission (ASIC) to the current auditor resigning, to appoint Hardwickes, having consented in writing and been duly nominated in accordance with section 328B(1) of the Corporations Act 2001 (Cth), as the Auditor of the Company.”

By order of the Board

Ainslie Cunningham
Company Secretary
22 October 2025

Explanatory Statement

This Explanatory Statement is an important document and should be read carefully. It comprises part of, and should be read in conjunction with, the notice of annual general meeting of members of Recreational Aviation Australia Limited (Company) to be held on Saturday 15 November 2025 (AGM Notice).

1. Address by the Chairman

The Chairman will report on matters of governance with regard to the Company including the work of the Board during the 2025 financial year.

2. Address by the CEO

The CEO will report on matters of importance relating to the operations of the Company during the 2025 financial year.

3. Financial Reports

The Directors' Report, the Financial Statements, the Notes to the Financial Statements for the Company for the year ended 30 June 2025 will be presented for consideration and comment.

A copy of the 2025 Financial Report has been provided to all members with this Notice of Meeting.

4. Announcement of Elected Directors

The Members having already voted via election resolved to recommend the following two (2) directors for appointment to the Board effective from the close of the AGM:

Paul Reddish – reappointment

Jim Tatlock – appointment

There are two (2) vacancies on the Board for member-elected directors at the AGM as follows:

1. one with the retirement of director, Trevor Bange at the close of the AGM; and
2. one with the term of current director, Paul Reddish, expiring at the close of the AGM, who is eligible for reappointment.

Nominations were opened on 4 June 2025 and closed on 2 July 2025. Four (4) applications were received by eligible Members for two (2) vacancies. All four (4) candidates were put to Members for voting by election which opened on 4 September 2025 and closed on 2 October 2025.

5. Resolution 1 – Appointment of Auditor

Background

The Company's current auditor, RSM Australia Partners, has sought consent from ASIC to resign as auditor of the Company pursuant to section 329(5) of the *Corporations Act 2001 (Cth)* (Corporations Act) to take effect at the date of this Meeting. As at the date of this Notice of Meeting, ASIC consent for the resignation has not been received. As such, this resolution, which contemplates the appointment of a new auditor, is subject to ASIC consent being obtained before the date of this Meeting. If ASIC does not grant its consent to the resignation, RSM Australia Partners will continue to hold office as the Company's auditor. Pursuant to section 328B of the *Corporations Act*, the Company received a valid notice of nomination which nominated Hardwickes, to be appointed as the new auditor of the Company. A copy of the notice of nomination is attached to this Notice of Meeting. Subject to member approval being obtained, Hardwickes, has provided the Company its written consent to act as the Company's auditor in accordance with section 328A(1) the *Corporations Act* and, as at the date of this Notice of Meeting, has not withdrawn its consent. Accordingly, subject to receipt of ASIC consent in relation to the resignation of the Company's outgoing auditor before the date of this Meeting, under this Resolution, member approval is being sought to appoint Hardwickes, as the auditor of the Company.

Board recommendation

The Board unanimously recommend that Members vote in FAVOUR of Resolution 1.

Voting Information

The required quorum for the Company Meeting is at least twenty (20) members entitled to vote and be present in person or by proxy, for the whole meeting. At least five (5) persons must be physically present. Voting will be decided on a show of hands unless a poll is demanded by the chairman or at least ten (10) members present. On a show of hands, every member shall have one vote. On a poll, each member present in person or by proxy or attorney has one vote in respect of which that member is entitled to vote. If you are unable to attend the meeting, you are encouraged to appoint a proxy to attend and vote on your behalf. If you wish to appoint a proxy, please complete the Proxy Form that accompanies this Notice of Meeting.

Proxy voting by Chairman

The Chairman of the AGM will vote undirected proxies in favour of Resolution 1. As also noted on the proxy form for the AGM, where the Chairman of the AGM is appointed as proxy and none of the 'For', 'Against' or 'Abstain' boxes is marked for all resolutions the appointing member will be deemed to direct the Chairman to vote in favour of Resolution 1.

Entitlement to vote

The Board has determined that a member's voting entitlement at the AGM will be taken to be the entitlement of the member shown on the register of members as at 10:00am (AEDT) on 13 November 2025. Accordingly, changes to the members register after that time will be disregarded in determining entitlements to attend and vote at the AGM.

Voting by Proxy

A member is entitled to appoint a proxy (who need not be a member of the Company) to vote on their behalf at the AGM. A proxy can be either an individual or a body corporate. Should you appoint a body corporate as your proxy, that body corporate will need to ensure that it:

- appoints an individual as its corporate representative to exercise its powers at meetings, in accordance with *section 250D* of the Act; and
- provides the Company with satisfactory evidence of the appointment of its corporate representative prior to commencement of the AGM.

If such evidence is not received before the AGM, then the body corporate (through its representative) will not be permitted to act as a proxy.

A member may only appoint one proxy.

The written appointment of a proxy may direct the proxy how to vote in respect of a particular resolution and, where this is provided, the proxy is not entitled to vote on the proposed resolution except as specified in the appointment.

A Board approved Proxy Form is enclosed with this Notice of Meeting. Proxy voting instructions are outlined on the Proxy Form. Members are encouraged to direct their proxy on how to vote on each item of business and use the Board approved Proxy Form to protect your voting rights.

To be effective, the Proxy Form (and the authority pursuant to which the instrument is signed) must be received no later than 10:00am (AEDT) on 13 November 2025 by:

- online via the Vero Voting Portal (link provided separately); or
- post to Recreational Aviation Australia Limited, Unit 3, 1 Pirie Street, Fyshwick, ACT 2609; or
- hand delivering* to Recreational Aviation Australia Limited, Unit 3, 1 Pirie Street, Fyshwick, ACT; or
- email to: company.secretary@raaus.com.au

* During business hours (Monday to Friday, 8:30am–5:00pm)

Enquiries

Recreational Aviation Australia Limited: +61 2 6280 4700.

Attendance at the AGM

In Person

If you plan to attend the Meeting, we ask that you arrive at the venue at least 15 minutes prior to the time designated for the Meeting so that we may register your attendance.

Pre-registration for virtual attendance

To facilitate the AGM preparation, members will be sent an electronic communication with an invitation for AGM attendance online, which includes a hyperlink to join the online meeting from 9:45am (AEDT) on the day of the AGM.

23 August 2025

Directors
Recreational Aviation Australia Limited
PO Box 1265 FYSHWICK ACT 2609

Dear Directors

The undersigned being a member of Recreational Aviation Australia Limited (Company) hereby nominates Hardwicks for appointment as auditor of the Company at the forthcoming annual general meeting.

Yours faithfully

A handwritten signature in blue ink, appearing to read 'M Monck', with a large, stylized flourish at the end.

Michael Monck Chairman

Recreational Aviation Australia Limited
ABN 40 070 931 645

Financial Statements
For the Year Ended 30 June 2025

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

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30 June 2025

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RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2025

Directors' report

The Directors present their report on Recreational Aviation Australia Limited for the financial year ended 30 June 2025.

Directors

The following persons held office as directors of Recreational Aviation Australia Limited during the financial year:

Michael Monck (Chair)
Luke Bayly (Deputy Chair)
Trevor Bange
Andrew Scheiffers
Simon Ozanne
Jennifer Laird - Appointed 6 August 2024
Paul Reddish

Principal activities

The principal activity of the Company during the year was to administer light aircraft in Australia. The Company has delegated functions from the Civil Aviation Safety Authority for the control and management of light aircraft registrations and pilot training and certification. The Company is responsible for setting standards for light aircraft maintenance and the training of pilots.

Review of operations

There were no significant changes to the operations of the Company during the year ended 30 June 2025.

Significant changes in the state of affairs

No significant changes in the nature of these activities occurred during the year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect:

- (a) the Company's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Company's state of affairs in future financial years.

Likely developments and expected results of operations

The Company will continue the same operations as described in the principal activity section in future years. The Company will commence the administration of larger aircraft within the next year under CASR Part149. This will add to the existing administration functions performed.

Mission statement

A respected organisation that continues to advance safe aviation and encourage training across our industry. We do this by creating opportunities for a wide range of aviation activities, through industry leadership, fostering a diverse community, and innovating across light aviation.

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2025

Meetings of directors

The following table sets out the number of meetings of the directors attended by each director.

Board Meetings	25 July 2024	6 Aug 2024	24 Aug 2024	3 Oct 2024	23 Oct 2024	22 Nov 2024	20 Feb 2025	1 Mar 2025	17 May 2025	Total Meetings
Michael Monck	Apology	Apology	Apology	✓	✓	✓	Apology	✓	✓	5
Luke Bayly	✓	✓	✓	Apology	✓	✓	✓	✓	✓	8
Trevor Bange	✓	✓	✓	✓	✓	✓	✓	✓	✓	9
Andrew Scheiffers	✓	✓	✓	Apology	✓	✓	✓	✓	✓	8
Simon Ozanne	✓	✓	✓	✓	✓	✓	✓	✓	✓	9
Paul Reddish	✓	✓	✓	✓	✓	✓	✓	✓	✓	9
Jennifer Laird ¹	N/A	N/A	✓	✓	✓	✓	✓	✓	✓	7

¹ Appointed 6 August 2024

Committee Meetings	14 Oct 2024	Total Meetings
Simon Ozanne	✓	1
Luke Bayly	✓	1

Contributions on winding up

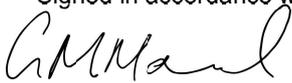
In the event of the Company being wound up, ordinary members are required to contribute a maximum of \$1 each. Honorary members are not required to contribute.

The total amount that members of the company are liable to contribute if the company is wound up is \$11,476 based on 11,476 current ordinary members.

Operating result

The total comprehensive deficit for the year amounted to \$39,839 (2024: comprehensive deficit of \$202,362).

Signed in accordance with a resolution of the Board.



Michael Monck
Director

Dated: 21 October 2025

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 \$	2024 \$
Revenue	2	3,591,675	3,696,479
Expenses			
Employee benefits expense		1,788,054	1,972,478
Depreciation and amortisation expense		171,251	189,207
Printing, publications and merchandise		243,615	230,238
Insurance		619,438	630,869
Other expenses	3	809,156	876,049
Total expenses		3,631,514	3,898,841
Deficit before income tax expense		(39,839)	(202,362)
Income tax expense		-	-
Deficit for the year		(39,839)	(202,362)
Other comprehensive income			
Gain on revaluation of buildings		-	-
Total comprehensive deficit for the year		(39,839)	(202,362)

The accompanying notes form part of the financial statements

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

ASSETS	Note	2025	2024
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	4	297,123	165,035
Trade and other receivables		3,311	5,619
Inventories	5	89,572	83,995
Financial assets at fair value through profit or loss	6	1,248,143	1,497,069
Other current assets	7	66,465	28,660
TOTAL CURRENT ASSETS		1,704,614	1,780,378
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,499,662	1,542,015
Intangible assets	9	14,200	92,897
TOTAL NON-CURRENT ASSETS		1,513,862	1,634,912
TOTAL ASSETS		3,218,476	3,415,290
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	144,771	190,235
Short-term provisions	11	292,719	343,782
Income in advance	12	1,032,158	1,070,803
TOTAL CURRENT LIABILITIES		1,469,648	1,604,820
NON-CURRENT LIABILITIES			
Long-term provisions	11	18,044	16,199
Income in advance	12	575,047	598,695
TOTAL NON-CURRENT LIABILITIES		593,091	614,894
TOTAL LIABILITIES		2,062,739	2,219,714
NET ASSETS		1,155,737	1,195,576
EQUITY			
Reserves		1,038,194	1,038,194
Retained Earnings		117,543	157,382
TOTAL EQUITY		1,155,737	1,195,576

The accompanying notes form part of the financial statements

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2025

	Retained earnings	Asset revaluation reserve	Total
	\$	\$	\$
Balance at 30 June 2023	359,744	1,038,194	1,397,938
Deficit attributable to members	(202,362)	-	(202,362)
Balance at 30 June 2024	157,382	1,038,194	1,195,576
Deficit attributable to members	(39,839)	-	(39,839)
Balance at 30 June 2025	117,543	1,038,194	1,155,737

The accompanying notes form part of the financial statements

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 \$	2024 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from members and others		4,069,340	3,583,001
Interest received		1,451	2,512
Payments to suppliers and employees		(3,924,712)	(3,663,894)
Net cash (used in) provided by operating activities		<u>146,079</u>	<u>(78,381)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(8,500)	(10,593)
Purchase of intangibles		(41,700)	(89,200)
Purchase of investments		-	-
Dividend income		36,209	51,147
Net cash used in investing activities		<u>(13,991)</u>	<u>(48,646)</u>
Net decrease in cash and cash equivalents held		132,088	(127,027)
Cash and cash equivalents at beginning of year		165,035	292,062
Cash and cash equivalents at end of year	4	<u><u>297,123</u></u>	<u><u>165,035</u></u>

The accompanying notes form part of the financial statements

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

The financial statements cover Recreational Aviation Australia Limited as an individual entity. Recreational Aviation Australia Limited is a not-for-profit company limited by guarantee under the Corporations Act 2001.

Note 1: Material accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The entity 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

These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board ('AASB'), and the Corporations Act 2001, as appropriate for not-for-profit oriented entities.

Historical cost convention

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

Consolidated Entity Disclosure Statement as at 30 June 2025

Subsection 295(3A)(a) of the Corporations Act 2001 does not apply to the company, because the company is not required to prepare consolidated financial statements by Australian Accounting Standards.

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.

Current and non-current classification

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

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

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Note 1: Material accounting policies (continued)

Fair value measurement

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

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

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

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

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

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

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

Critical accounting estimates

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.

Estimation of useful lives of assets

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

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Note 1: Material accounting policies (continued)

Impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Should an impairment indicator exist, the determination of the recoverable amount of the asset may require incorporation of a number of key estimates. No impairment indicators were present as at year end.

Employee benefits provision

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.

	2025	2024
	\$	\$
Note 2: Revenue		
Member receipts	2,459,314	2,576,478
Advertising	28,909	22,977
Aircraft registration	695,307	693,951
ASIC fees	1,700	1,800
Operating grant - Government	184,229	177,861
Other	25,958	19,812
Sale of merchandises	30,634	46,233
Interest income	1,451	2,512
Investment income	164,173	154,855
	3,591,675	3,696,479

Accounting policy

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Revenue from sale of goods is recognised when received or receivable.

Grants

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

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

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.

Membership subscriptions

The Company's membership subscription runs for periods of either 12 months, 24 months, 36 months or 60 months. The subscription is recognised over the period the membership relates to.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

	2025	2024
	\$	\$
Note 3: Other expenses		
Accommodation, meetings and travel	125,660	169,351
Advertising and promotions	27,730	120,012
Bank charges	33,956	35,721
Computer system	79,616	40,359
Legal expenses	257,863	201,190
Office expenses	133,137	118,618
Other professional fees	117,060	121,540
Postage and PO Box	8,168	9,785
Scholarships and donations	25,966	55,175
Loss on disposals of computer equipment	-	4,298
	809,156	876,049

	2025	2024
	\$	\$
Note 4: Cash and cash equivalents		
Cash on hand	500	500
Cash at bank	296,623	164,535
	297,123	165,035

Accounting policy

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.

	2025	2024
	\$	\$
Note 5: Inventories		
Merchandise	89,572	83,995

Accounting policy

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the weighted average costs basis and is net of any rebates and discounts received.

RECREATIONAL AVIATION AUSTRALIA LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
Note 6: Financial assets at fair value through profit or loss		
Investments	<u>1,248,143</u>	<u>1,497,069</u>

The Investments have been valued based on their quoted market prices in active markets.

Accounting policy

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

	2025	2024
	\$	\$
Note 7: Other current assets		
Prepayments	<u>66,465</u>	<u>28,660</u>

	2025	2024
	\$	\$

Note 8: Property, plant and equipment

Building - at fair value	1,540,000	1,540,000
Accumulated depreciation	(80,208)	(41,708)
	<u>1,459,792</u>	<u>1,498,292</u>
Furniture and fittings - at cost	100,914	100,914
Accumulated depreciation	(72,669)	(66,813)
	<u>28,245</u>	<u>34,101</u>
Office equipment - at cost	93,036	95,411
Accumulated depreciation	(87,166)	(91,304)
	<u>5,870</u>	<u>4,107</u>
Computer equipment - at cost	36,835	36,392
Accumulated depreciation	(31,080)	(30,877)
	<u>5,755</u>	<u>5,515</u>
Total Property, plant and equipment	<u><u>1,499,662</u></u>	<u><u>1,542,015</u></u>

RECREATIONAL AVIATION AUSTRALIA LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Note 8: Property, plant and equipment (continued)

Movements in Carrying Amounts

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

	Buildings	Furniture and Fittings	Office Equipment	Computer Equipment	Total
	\$	\$	\$	\$	\$
Balance at 30 June 2023	1,536,792	38,259	3,882	13,426	1,592,359
Additions	-	2,219	3,479	4,895	10,593
Revaluation	-	(228)	(120)	(3,950)	(4,298)
Depreciation expense	(38,500)	(6,149)	(3,134)	(8,856)	(56,639)
Balance at 30 June 2024	1,498,292	34,101	4,107	5,515	1,542,015
Additions	-	-	5,125	3,375	8,500
Disposals	-	-	-	-	-
Depreciation expense	(38,500)	(5,856)	(3,362)	(3,135)	(50,853)
Balance at 30 June 2025	1,459,792	28,245	5,870	5,755	1,499,662

The building was revalued based on a valuation by Egan National Valuers as at 31 May 2023. The valuation has been determined on the basis current market value assuming vacant possession. Market value was determined by reference to comparable sales.

Accounting policy

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Buildings are recorded at fair value and subject to periodical independent valuations.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Class of fixed asset	Useful life	Depreciation rate
Buildings	40 years	2.5%
Furniture and fittings	5 to 10 years	10% - 20%
Office equipment	3 to 10 years	10% - 33%
Computer equipment	3 years	33%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

RECREATIONAL AVIATION AUSTRALIA LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
Note 9: Intangible assets		
Modernisation project - software	753,398	711,698
Accumulated amortisation	(739,198)	(618,801)
	14,200	92,897

Accounting policy

Intangible assets relate to developed software used in the provision of services to members. The costs capitalised relate to development costs only and exclude the costs of research. Developed software is amortised on a straight line basis over 10 years. Amortisation methods, assets' useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

	2025	2024
	\$	\$
Note 10: Trade and other payables		
Trade payables	58,916	98,775
Accrued expenses	32,851	32,494
GST and PAYG liabilities	32,663	33,410
Other payables	20,341	25,556
	144,771	190,235

Accounting policy

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

	2025	2024
	\$	\$
Note 11: Provisions		
<i>CURRENT</i>		
Provision for annual leave	137,332	161,223
Provision for long service leave	155,387	182,559
	292,719	343,782
<i>NON-CURRENT</i>		
Provision for long service leave	18,044	16,199
	18,044	16,199
	310,763	359,981

Accounting policy

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

RECREATIONAL AVIATION AUSTRALIA LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Note 11: Provisions (continued)

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.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

	2025	2024
	\$	\$
Note 12: Income in advance		
Current	1,032,158	1,070,803
Non-current	575,047	598,695
	1,607,205	1,669,498

The Company maintains a nil refund policy on subscriptions except in exceptional circumstances or as required by law. Subscriptions for services yet to be delivered will be realised as revenue over the subscription period/s.

	2025	2024
	\$	\$
Note 13: Remuneration of auditors		
During the financial year the following fees were paid or payable for services provided by RSM Australia Partners, the auditor of the company		
Audit services	19,800	18,700

Note 14: Government funding

The Company receives financial assistance from the Civil Aviation Safety Authority on an annual basis. The assistance is provided pursuant to a Memorandum of Agreement. There is a separate Memorandum of Agreement each financial year and assistance is provided only on a basis of certain functions being performed by the Company.

Note 15: Related Party Transactions

The Directors and their related entities transact with the Company from time to time on normal terms and conditions that are no more favourable than those available to others. The types of transactions involved include those that are provided by the Company as part of its normal operations. The transactions are settled at the time of the transaction, and no amounts are owing to the Company at year end in respect of these transactions. The total value of these transactions is low and is considered by the Company to be immaterial.

With the exception of compensation of key management personnel, which is separately disclosed in these statements, there were no other related party transaction during the financial year.

RECREATIONAL AVIATION AUSTRALIA LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

Note 16: Key Management Personnel Compensation

Compensation

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

	2025	2024
	\$	\$
Key management personnel compensation	<u>794,175</u>	<u>762,676</u>

Note 17: Contingent Liabilities

RAAus is an interested party to an Inquest involving the death of a former member which is ongoing. RAAus are legally represented at the Inquest. At this stage no civil claim has been made against RAAus.

The company had no other contingent liabilities as at 30 June 2025.

Note 18: Commitments

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

Note 19: Events After The Reporting Period

No other matter or circumstance has arisen since 30 June 2025 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 20: Company Details

The registered office and principal places of business of the Company is:

Recreational Aviation Australia Limited

Unit 3, 1 Pirie Street

Fyshwick ACT 2609

RECREATIONAL AVIATION AUSTRALIA LIMITED
ABN: 40 070 931 645

DIRECTORS' DECLARATION

The directors of the Company declare that:

- a) the attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards – Simplified Disclosures, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
- b) the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2025 and of its performance for the financial year ended on that date; and
- c) 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 made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors

Director..........

Dated: 21 October 2025



RSM Australia Partners

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Recreational Aviation Australia Limited for the year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

RSM AUSTRALIA PARTNERS

Rodney Miller
Partner

Canberra, Australian Capital Territory
Dated: 22 October 2025

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INDEPENDENT AUDITOR'S REPORT
To the Members of Recreational Aviation
Australia Limited

Opinion

We have audited the financial report of Recreational Aviation Australia Limited (the Company), which comprises the statement of financial position as at 30 June 2025, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the Corporations Act 2001, 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 Australian Accounting Standards – Simplified Disclosures and the Corporations Regulations 2001.

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 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, which has been given to the directors of the Company, 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.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2025 but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 – Simplified Disclosures and the Corporations Act 2001 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.

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

A handwritten signature in black ink, appearing to read 'RSM', with a horizontal line extending to the right.

RSM Australia Partners

A handwritten signature in black ink, appearing to read 'Rodney Miller', with a horizontal line extending to the right.

Rodney Miller
Partner

Canberra, Australian Capital Territory

Date: 22 October 2025