KidsXpress Limited

ABN: 65 117 488 570

Financial Statements

For the Period Ended 31 March 2026

KidsXpress Limited

ABN: 65 117 488 570

Contents

For the Period Ended 31 March 2026

	Page
Financial Statements	
Directors' Report	1
Auditor's Independence Declaration	9
Statement of Profit or Loss and Other Comprehensive Income	10
Statement of Financial Position	11
Statement of Changes in Equity	12
Statement of Cash Flows	13
Notes to the Financial Statements	14
Directors' Declaration	29
Independent Auditor's Report	31

KidsXpress Limited

ABN: 65 117 488 570

Directors' Report

31 March 2026

The directors present their report together with the financial statements for KidsXpress Limited ("the Company") for the financial period ended 31 March 2026.

Information on directors

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

Paul Hines (Chairman)
Margo Ward (Chief Executive Officer)
Robert Kelly
Jacquelyn Vanzella
Stuart Byrne
Andrew Da Silva
Andrew Young (Appointed 22 October 2025)
Kelly Slessor (Appointed 3 December 2025)

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

Operating results

The deficit of the Company for the period ended 31 March 2026 amounted to $ (718,187) (2025 surplus of: $ 479,755).

The 2026 financial year covers a nine-month period from 1 July 2025 to 31 March 2026, reflecting KidsXpress's transition from a 30 June to a 31 March financial year-end. With approval from the ACNC, the KidsXpress Board changed the organisation's financial year-end to better align financial reporting with its operational and funding cycles, supporting improved financial forecasting, budgeting and organisational planning. This change materially impacted the reported operating result for the period, as a significant proportion of KidsXpress's philanthropic donations are typically received during the April–June quarter. As a result, revenue that would ordinarily have been recognised within a standard twelve-month reporting cycle will instead be recognised in the subsequent financial period commencing 1 April 2026. The Company recorded a deficit of $718,187 for the period ended 31 March 2026 and had cash outflows from operating activities of $472,606, primarily reflecting the timing impact of the change in reporting period rather than a deterioration in underlying operations. The directors have assessed the Company's ability to continue as a going concern and, having regard to its cash position, grant commitments secured for the period commencing 1 April 2026, and the expected recognition of deferred income, are satisfied that the Company will be able to meet its obligations as and when they fall due.

Review of operations

The Company continued to engage in its principal activities, the results of which are disclosed in the attached financial statements.

Background

Childhood trauma is one of the most significant public health and mental health challenges facing Australia. Many adult mental health conditions emerge before the age of 14, yet a substantial proportion of children experiencing emotional and behavioural difficulties are unable to access timely professional support.

Unaddressed psychosocial challenges - including parental trauma, mental ill-health, family violence, substance misuse, poverty-related stress, and disrupted caregiving - can significantly increase the likelihood of emotional, behavioural, educational, and social difficulties in children, with impacts often extending into long-term health, wellbeing, and productivity outcomes.

At KidsXpress, we draw on and contribute to a growing evidence base demonstrating that early intervention can help change these trajectories and improve long-term outcomes for children. Through expressive therapy and trauma-informed care, KidsXpress supports children to heal, build emotional resilience, strengthen relationships, and improve engagement at home, at school, and within their communities.

Our Vision

An Australia where every child can access mental health support - when they need it, and how they need it.

Our Mission

We strengthen children's mental health through expressive therapy and trauma-informed care — across the spaces they live and learn, and through the relationships that shape them.

Our Approach

Our work is guided by best-practice principles that shape both our therapy and consulting services. We deliver expressive therapy through an integrative model drawing on art, music, drama, dance-movement and play, in a way that is trauma-informed, evidence-based, and tailored to the needs of each child. By focusing on early intervention and capacity-building, and by working collaboratively with parents, educators, health professionals, and community partners, we create safe pathways for children to heal while strengthening the systems of support around them to promote secure, responsive relationships and support children's long-term wellbeing beyond their engagement with our services.

Principal activities

During the period, our work centred on three interconnected pillars - Community, Education and Health. Through these pillars, we connected the systems surrounding children, recognising that they thrive best when families, schools, community and health services work collaboratively. While each pillar has a distinct focus, together they encompass direct therapy, consulting services and strategic partnerships that extend our reach and impact.

- **Community:** We extended our reach through our centres at Macquarie Park and Tumut, where children participated in expressive therapy designed to support healing, resilience and emotional growth. We also worked through community partnerships, including collaborations with Mission Australia, within the federally funded Communities for Children program, to deliver our program at Bidwill Public School, and with the Murrumbidgee PHN at Batlow Technology School. In addition, we delivered training, workshops and consulting services for teachers, caregivers and health professionals. Offered in both face-to-face and virtual formats, these programs embedded trauma-informed practices across systems and contributed to a more coordinated and sustainable response to child mental health.

- **Education:** We supported schools to build safe and supportive environments for students impacted by adversity. In our Sydney portfolio, partnerships included Bidwill Public School, Granville Public School, Hampden Park Public School, Merrylands Public School, Merrylands East Public School, and in our Illawarra portfolio, partnerships include Bellambi Public School, Woonona East Public School and Tarrawanna Public School. Through a combination of expressive therapy sessions, student socio-emotional activities, parent workshops, teacher consultations and professional learning, we strengthened schools' capacity to respond effectively to the mental health needs of students, teachers and families.

- **Health:** We partnered with One Door Mental Health, funded through the Central and Eastern Sydney Primary Health Network, to continue our services at the Medicare Mental Health Centre in Canterbury, expanding access to support for children and families in a high-need local community. Alongside direct therapy, we contributed expertise through workshops and consulting services for health professionals, supporting capacity-building for trauma-informed care across clinical and community settings. This partnership strengthened our early intervention efforts and complemented our broader community and education programs.

Strategic Plan 2025-2028

The KidsXpress Strategic Plan 2025–2028 sets the direction for the organisation over the next three years, providing a framework for sustainable growth, operational maturity and increased community impact. The plan is built around three strategic priorities:

- People & Culture: Strengthening leadership capability, organisational systems and workforce sustainability to support a connected, accountable and high-performing team.

- Funding & Growth: Diversifying revenue across philanthropy, government and corporate partnerships, while strengthening donor engagement, digital capability and long-term financial sustainability.

- Core Program Model: Expanding access to expressive therapy and trauma-informed support through evidence-informed practice, robust evaluation, strategic partnerships and scalable service delivery models across the pillars of Community, Health and Education.

Success will be measured through improved outcomes for children and families, increased sector capability, stronger supporter engagement, and the long-term sustainability and reach of the organisation.

Information on directors

Paul Hines	
Position	Non Executive Chairman (from 23 October 2024)
Appointed	8 December 2005
Experience	Paul Hines is an owner and Executive Chairman of GSA Insurance Brokers Pty Ltd and has worked within the Insurance Industry for over 30 years. Paul commenced his career with Commercial Union (now CGU) working in various management positions, before leaving to join GSA as an equity partner in 1995. Paul has sat on the board of The Property Funds Association (PFA) and is also an active member of the International Young Presidents Organisation (YPO). At the 2008 (NIBA) National Insurance Brokers Association's annual Gala Ball, Paul Hines was awarded NSW Broker of the year. GSA has won "Medium Broker of the Year" in 2015, 2017, and 2018. Paul co-founded KidsXpress and continues to provide significant support both through monetary contributions and allocation of staff resources.
Margo Ward	
Position	Chief Executive Officer, Founder and Executive Director
Appointed	8 December 2005
Experience	Margo is the founder and Chief Executive Officer of KidsXpress. Margo is a passionate advocate for Children's Mental Health with specific focus on trauma-informed care & expressive therapies. Margo is committed to connecting communities to keep our children safe, being an advocate for Children 's Mental Health and in doing her part to create a future all children deserve. Margo's career extends over multiple areas of child and youth related industries including Manager of the Recreation and Play Therapy Department at Sydney Children's Hospital, Executive Member on the Paediatric Oncology Unit, clinical expertise in paediatric chronic illness groups, trauma, palliative care and bereavement. Expanding her career & knowledge into suicide prevention, Margo became the Centre Manager of LifeForce (a national program) for the three years prior to establishing KidsXpress. With qualifications and experience in nursing, early childhood teaching and family/child therapy spanning over more than thirty years, Margo has pioneered a number of therapeutic interventions across Australia, lecturing and presenting both locally and abroad. Margo has been acknowledged for her contribution to the social sector including the Stanford Executive Leadership Scholarship in 2011, the Rotary Humanitarian Service Award and was a finalist in the Ernst & Young Entrepreneur of the year in 2014. Margo also participated in Social Impact Leadership Australia course (SILA) Cohort 5, after being awarded this scholarship in 2025. In addition to her directorship on the KidsXpress board, Margo is an Independent Director for Chubb Insurance Australia and General Security Australia (GSA).

Information on directors

Robert Kelly	
Position	Non Executive Director
Appointed	18 March 2014
Experience	Robert co-founded Steadfast and has over 52 years' experience in the insurance industry. He was voted the second most influential person in insurance by Insurance News, and was awarded the ACORD Rainmaker Award in 2014. Robert is a Qualified Practising Insurance Broker, a Fellow of NIBA, a Senior Associate of ANZIIF, a Certified Insurance Professional and a Graduate member of the Australian Institute of Company Directors. Robert is the Chairman of the ACORD Board and is also a Director of ASX-listed Johns Lyng Group Limited. Robert Kelly co-founded Steadfast in 1996 to provide insurance-related quality advice and service, leading the company to become the largest general insurance broker network and underwriting agency group in Australia and New Zealand and an ASX 100 listed company. Steadfast Group is the largest general insurance broker network and the largest group of insurance underwriting agencies in Australasia, with growing operations in Asia and Europe. He recently received the prestigious award of Member of the Order of Australia (AM) in the Queen's Birthday 2022 Honours List. In 2025, Robert received the Lifetime Achievement Award at the Insurance Business Australia Awards, as well as the Lifetime Achievement Award from the ANZIIF Awards. These honors underscore his commitment to excellence and innovation in the world of insurance.
Jacquelyn Vanzella	
Position	Non Executive Director
Appointed	8 March 2016
Experience	Jacqui is an Executive Director of Macquarie Group Limited. She has been at Macquarie for 29 years and is currently Head of Financial Management Platforms and Transformation within the Financial Management, People and Engagement Group. Previous roles include Head of Transformation for Group Treasury and COO for the Financial Management Group from 2018 - 2021. Prior to joining the Financial Management Group, Jacqui was an Executive Director in Macquarie Capital's, Equity Capital Markets team, where she led the Hybrid Capital and Capital Management team. Jacqui is chair of the Macquarie Art Collection and sits on the Finance, Audit and Risk Committee of the Art Gallery of New South Wales. She is graduate of the Company Director Course at the AICD (GIACD).
Stuart Byrne	
Position	Non Executive Director
Appointed	30 July 2019
Experience	Stuart Byrne is one of the top securities law and capital market practitioners in Australia and is the national head the Equity Capital Markets team at Clayton Utz. His experience advising companies and major investment banks in Australia across the full spectrum of unlisted and listed fund-raising transactions. Stuart complements his in-depth understanding of head office work, including corporate governance, continuous disclosure and executive and employee incentive plans, and on mergers and acquisitions, particularly in connection with initial public offerings whilst being an active member of the Law Council Corporations Committee. Stuart has a keen interest in sailing, photography and driving tractors.

Information on directors

Andrew Da Silva	
Position	Non Executive Director
Appointed	11 June 2025
Experience	Andrew is a Director at EY and helps lead the marketing strategy, customer experience and growth team where he works across the financial services industry. Prior to this role, Andrew was the Head of Strategy at MediaCom where he was responsible for communications planning, media buying, partnerships, econometric modelling and content production. During this time, he was recognised as the National Young Achiever of the Year by B&T Magazine and has won several industry, agency and individual awards. Andrew is a graduate of the Company Directors Course (scholarship) at the AICD.
Andrew Young	
Position	Non Executive Director
Appointed	22 October 2025
Experience	Andrew is dedicated to improving the effectiveness of social impact across sectors. He brings a systems approach and is passionate about having a strong outcomes focus, evidence and measurement, collaboration and leadership development. After a first career in business strategy with Andersen Consulting, Andrew's first not-for-profit role was head of marketing and strategy for The Smith Family. He has since served as CEO of CanTeen Australia, CEO of multi-university partnership the Centre for Social Impact, CEO of mental health charity Stride, and CEO of NDIS provider My Supports. He is a graduate of the Australian Institute of Company Directors and has served on a range of NFP Boards.
Kelly Slessor	
Position	Non Executive Director
Appointed	3 December 2025
Experience	Kelly Slessor is a digital marketing strategist, AI expert, and founder of Tribe Gen AI. With more than 20 years of experience across technology, ecommerce, and artificial intelligence, she helps online retailers unlock growth through practical, data driven strategies. She has worked with major brands including Forever New, Uniqlo, Lendlease, Mirvac, and Uber Eats, while also supporting more than 1,000 small and medium businesses. Eight years ago, she pioneered an AI personalisation platform that enabled customised shopping experiences. Kelly is also the author of AI for Ecommerce, a practical guide to helping retailers adopt AI to improve customer experience and drive growth. Kelly is committed to digital inclusion and co-founded the Digital Inclusion Project to foster digital growth and education for underrepresented groups. She is a frequent AI commentator on Sky News, an investor, and a board advisor. Kelly was recently recognised as one of the NRF 2026 Retail Voices, named among RETHINK Retail's Top AI Leaders in Retail for 2026, and acknowledged as a Retail Expert in 2025.

Meetings of directors

During the financial period, 4 meetings of directors (including committees of directors) were held. Attendance by each director during the period was as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Paul Hines	4	3
Margo Ward	4	3
Robert Kelly	4	3
Jacquelyn Vanzella	4	3
Stuart Byrne	4	3
Andrew Da Silva	4	4
Andrew Young	3	3
Kelly Slessor	1	1

Events after the reporting date

No matters or circumstances have arisen since 31 March 2026 that have significantly affected or may significantly affect, the operations, results, or state of affairs of the Company in future financial years.

Members' guarantee

KidsXpress Limited is a company incorporated under the Australian Charities and Not-for-profits Commission Act 2012 and is limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of $10 towards meeting any outstanding obligations of the company. As at 31 March 2026, the number of members was 4 (2025: 4).

At 31 March 2026 the collective liability of members was $40 (2025: $40).

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial period, for any person who is or has been an officer or auditor of the Company.

Auditor's Independence Declaration

The directors have received the auditor's independence declaration, which is set out on page 9 for the period ended 31 March 2026.

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

Director: .....

Director: .....

Dated this 5th day of August 2026

E S V

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF KIDSXPRESS LIMITED

I declare that, to the best of my knowledge and belief, during the period ended 31 March 2026 there has been:

(i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012,* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Dated in Sydney on the 5th of August 2026.

ESV

ESV Business advice and accounting

Devon Lee

Devon Lee
Partner

KidsXpress Limited

ABN: 65 117 488 570

Statement of Profit or Loss and Other Comprehensive Income

For the Period Ended 31 March 2026

	Note	2026 $	2025 $
Revenue and other income	4	**2,111,924**	4,054,375
Expenditure			
Employee benefits expense		**(2,464,364)**	(2,964,634)
Depreciation and amortisation		**(81,731)**	(116,155)
Advertising, marketing and event expenses		**(1,784)**	(42,708)
Professional fees		**(25,773)**	(77,770)
Travel expenses		**(19,710)**	(34,202)
Repairs and maintenance expenses		**(21,141)**	(26,793)
Occupancy expense		**(51,429)**	(69,874)
Other expenses	5	**(162,235)**	(239,530)
Finance expenses		**(1,944)**	(2,954)
Total expenses		**(2,830,111)**	(3,574,620)
(Deficit)/Surplus before income tax expense		**(718,187)**	479,755
Income tax expense	2(b)	**-**	-
(Deficit)/Surplus after income tax expense for the period/year		**(718,187)**	479,755
Other comprehensive income for the period/year, net of tax		**-**	-
Total comprehensive (loss)/ income for the period/year		**(718,187)**	479,755

The accompanying notes form part of these financial statements.

KidsXpress Limited

ABN: 65 117 488 570

Statement of Financial Position

As At 31 March 2026

	Note	2026 $	2025 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	**1,342,855**	1,860,472
Trade receivables	7	**351,458**	121,422
Financial asset	8	**75,135**	75,135
Other assets	9	**60,145**	36,359
TOTAL CURRENT ASSETS		**1,829,593**	2,093,388
NON-CURRENT ASSETS			
Property, plant and equipment		**1,994**	7,603
Right-of-use assets	11	**78,601**	49,923
TOTAL NON-CURRENT ASSETS		**80,595**	57,526
TOTAL ASSETS		**1,910,188**	2,150,914
LIABILITIES			
CURRENT LIABILITIES			
Trade payables	10	**225,339**	241,967
Lease liabilities	11	**79,185**	50,670
Provision for employee benefits	12	**218,983**	205,314
Contract liabilities	13	**870,568**	420,187
TOTAL CURRENT LIABILITIES		**1,394,075**	918,138
NON-CURRENT LIABILITIES			
Provision for employee benefits	12	**31,736**	30,212
TOTAL NON-CURRENT LIABILITIES		**31,736**	30,212
TOTAL LIABILITIES		**1,425,811**	948,350
NET ASSETS		**484,377**	1,202,564
EQUITY			
Accumulated surpluses		**484,377**	1,202,564
TOTAL EQUITY		**484,377**	1,202,564

The accompanying notes form part of these financial statements.

KidsXpress Limited

ABN: 65 117 488 570

Statement of Changes in Equity

For the Period Ended 31 March 2026

2026

	Accumulated surpluses	Total
	$	$
Balance at 1 July 2025	**1,202,564**	**1,202,564**
Deficit after income tax expense for the period	**(718,187)**	**(718,187)**
Other comprehensive income for the period	**-**	**-**
Total comprehensive (loss) for the period	**(718,187)**	**(718,187)**
Balance at 31 March 2026	**484,377**	**484,377**

2025

	Accumulated surpluses	Total
	$	$
Balance at 1 July 2024	722,809	722,809
Surplus after income tax expense for the year	479,755	479,755
Other comprehensive income for the year	-	-
Total comprehensive income for the year	479,755	479,755
Balance at 30 June 2025	1,202,564	1,202,564

The accompanying notes form part of these financial statements.

KidsXpress Limited

ABN: 65 117 488 570

Statement of Cash Flows

For the Period Ended 31 March 2026

	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers (inclusive of GST)		**2,362,604**	4,433,897
Payments to suppliers and employees (inclusive of GST)		**(2,874,520)**	(3,729,970)
Interest received		**41,254**	53,761
Interest paid		**(1,944)**	(2,954)
Net cash (used in)/provided by operating activities		**(472,606)**	754,734
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		**31,273**	-
Net cash provided by investing activities		**31,273**	-
CASH FLOWS FROM FINANCING ACTIVITIES:			
Payment of lease liabilities		**(76,284)**	(112,302)
Net cash used in financing activities		**(76,284)**	(112,302)
Net (decrease)/increase in cash and cash equivalents held		**(517,617)**	642,432
Cash and cash equivalents at beginning of period/year		**1,860,472**	1,218,040
Cash and cash equivalents at end of the period/year	6	**1,342,855**	1,860,472

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Period Ended 31 March 2026

1 Basis of Preparation

The financial report covers KidsXpress Limited ('the Company') as an individual entity. KidsXpress is a company limited by guarantee, incorporated and domiciled in Australia. KidsXpress Limited is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report is a general purpose financial report that has been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures Requirements, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board, the Australian Charities and Not-for-profits Commission Act 2012, NSW Charitable Fundraising Act 1991 and the NSW Charitable Fundraising Regulations 2021.

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

Critical accounting estimates
The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

Comparative figures
During the current financial period, the Company changed its reporting date from 30 June to 31 March. Accordingly, the current financial report covers the nine-month period from 1 July 2025 to 31 March 2026. Comparative information relates to the twelve-month period from 1 July 2024 to 30 June 2025.

As the current period is for nine months and the comparative period is for twelve months, the comparative information is not directly comparable.

Going concern
The Company incurred a deficit of $718,187 for the period ended 31 March 2026 and incurred net operating cash outflows of $472,606. This deficit and outflow from operating activities reflects the change in reporting period from 30 June to 31 March, which resulted in a significant portion of grant income and philanthropic donations ordinarily received in April to June being deferred to the subsequent period. The directors have assessed the Company's ability to continue as a going concern and, having regard to the cash position, grant commitments secured for the period commencing 1 April 2026, and the expected recognition of deferred income, are satisfied that the Company will be able to meet its obligations as and when they fall due.

New or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of new or amended Accounting Standards or Interpretations did not have any significant impact on the current period balances or comparative period balances.

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

The financial statements were authorised for issue, in accordance with a resolution of directors, on 5 August 2026. The directors have the power to amend and reissue the financial statements.

The following are material accounting policies adopted by the company in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Notes to the Financial Statements

For the Period Ended 31 March 2026

2 Summary of Material Accounting Policies

(a) Revenue and other income

Revenue from contracts with customers (Fees for service)
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.

Distinguishing AASB 15 and AASB 1058 grant income
The Company receives grants from government and philanthropic sources. In determining the appropriate accounting treatment, the Company assesses whether each grant agreement contains enforceable obligations and sufficiently specific performance obligations.

Where a grant agreement contains sufficiently specific performance obligations, income is recognised in accordance with AASB 15 as the performance obligations are satisfied. Unearned grant income is recognised as a contract liability until the relevant performance obligations are met.

Where a grant does not contain sufficiently specific performance obligations, income is recognised in accordance with AASB 1058 when the asset is received, unless a liability is required to be recognised in connection with the transfer. In that case, income is recognised as the liability is extinguished.

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.

Fundraising income
Events, fundraising and raffles are recognised when received, receivable, or the performance obligation has been met.

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

Grants
Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest
Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Notes to the Financial Statements

For the Period Ended 31 March 2026

2 Summary of Material Accounting Policies

(a) Revenue and other income

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

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

(b) Income Tax

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

(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) Contract liabilities

Contract liabilities represent consideration received before the Company has transferred the related services or satisfied the associated performance obligations. Revenue is recognised when those obligations are satisfied.

(e) 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.

(f) Leases

Right-of-use asset

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

Notes to the Financial Statements

For the Period Ended 31 March 2026

2 Summary of Material Accounting Policies

(f) Leases

Right-of-use asset

The entity has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Lease liability

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

(g) 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

(h) Employee benefits

Provisions are recognised when the entity has a present (legal or constructive) obligation as a result of a past event, it is probable the entity will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

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.

Other long-term employee benefits

2 Summary of Material Accounting Policies

(h) Employee benefits

The liability for 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. 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.

On 1 July 2025, the NSW Community Services Industry Portable Long Service Leave Scheme commenced. KidsXpress remains responsible for long service leave entitlements accrued by employees up to 30 June 2025. Long service leave accrued from 1 July 2025 onwards is funded and administered through the NSW Long Service Corporation under the Portable Long Service Leave Scheme. KidsXpress is required to lodge service returns and pay a levy on eligible workers' gross ordinary wages to fund the scheme.

(i) Financial assets

Recognition

Financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless, an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Term deposits

Term deposits are classified under financial assets at amortised cost.

(j) 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.

Restricted cash is classified according to when the restriction is expected to lapse.

Notes to the Financial Statements

For the Period Ended 31 March 2026

2 Summary of Material Accounting Policies

(k) Reclassification of Accounts

Certain accounts in the prior year's financial statements have been reclassified to conform with the current period's presentation. These reclassifications had no effect on the previously reported net income, total assets, or total liabilities and equity.

(l) Rounding of amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

(m) Economic dependence

KidsXpress Limited is dependent on the grants and donations for the majority of its revenue used to carry out its charitable activities. At the date of this report the directors have no reason to believe the grantors and donors will not continue to support KidsXpress Limited.

(n) New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Company for the reporting period ended 31 March 2026. The company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the company, are set out below.

AASB 18 Presentation and Disclosure in Financial Statements
This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces AASB 101 'Presentation of Financial Statements', with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. But the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations. The standard introduces two mandatory sub-totals in the statement: 'Operating profit' and 'Profit before financing and income taxes'. There are also new disclosure requirements for 'management-defined performance measures', such as earnings before interest, taxes, depreciation and amortisation ('EBITDA') or 'adjusted profit'. The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes. The Company will adopt this standard from 1 April 2027 and it is expected that there will be a significant change to the layout of the statement of profit or loss and other comprehensive income.

3 Critical Accounting Estimates and Judgments

Those charged with governance 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.

3 Critical Accounting Estimates and Judgments

Assessment of grant income under AASB 15 or AASB 1058

Management has exercised significant judgement in determining whether grant funding is accounted for under AASB 15 Revenue from Contracts with Customers or AASB 1058 Income of Not-for-Profit Entities. This assessment requires consideration of whether the funding arrangement contains:

- an enforceable agreement;

-sufficiently specific performance obligations that require the entity to transfer goods or services to the funder or nominated beneficiaries; and

-whether the arrangement gives rise to a contract liability under AASB 15 or should instead be recognised as income on receipt under AASB 1058.

Where an enforceable agreement contains sufficiently specific performance obligations, grant income is recognised over time as those obligations are satisfied in accordance with AASB 15. Where these criteria are not met, the funding is recognised as income when control of the asset is obtained under AASB 1058.

Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates. As at 31 March 2026, the amount of expected credit losses amounted to nil (2025: nil).

Lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the Company's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The Company reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

Incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the Company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Employee benefits provision

As discussed in note 2, 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.

Notes to the Financial Statements

For the Period Ended 31 March 2026

4 Revenue and Other Income

	2026	2025
	$	$
Revenue and other income is comprised of the following:		
- Donations	**807,218**	1,657,559
- Revenue from contracts with customers	**1,125,344**	1,944,407
- Fundraising income	**103,183**	397,075
- Other income	**76,179**	55,334
	2,111,924	4,054,375
Other income		
Bank interest	**41,254**	53,761
Merchandise sales income	**882**	509
Gain on sale of motor vehicle	**31,273**	-
Miscellaneous income	**2,770**	1,064
Total other income	**76,179**	55,334

Decrease in overall revenue was mainly due to change of reporting period from 30 June to 31 March.

Disaggregation of revenue from contracts with customers

The disaggregation of revenue from contracts with customers is as follows:

	2026	2025
	$	$
Grant income	**470,449**	1,058,819
Fees for service	**654,895**	888,597
Revenue from contracts with customers	**1,125,344**	1,947,416
Timing of revenue recognition		
Revenue recognised at a point in time	**654,895**	888,597
Revenue recognised over time	**470,449**	1,058,819
	1,125,344	1,947,416

Notes to the Financial Statements

For the Period Ended 31 March 2026

5 Other Expenses

Other expenses includes the following specific expenses:

	2026	2025
	$	$
Software licence fees	**62,092**	76,369
Computer equipment	**14,777**	24,253
Equipment - other	**12,319**	23,704
Internet expense	**6,273**	8,969
Campaign cost	**1,252**	4,982
Therapy cost	**10,101**	14,745
Website cost	**4,715**	5,414
Miscellaneous expense	**50,706**	81,094
Total other expenses	**162,235**	239,530

6 Cash and Cash Equivalents

	2026	2025
	$	$
Cash at bank	**1,342,525**	1,860,200
Cash in hand	**330**	272
Total cash and cash equivalents	**1,342,855**	1,860,472

7 Trade and other receivables

	2026	2025
	$	$
CURRENT		
Trade receivables	**351,458**	104,916
GST receivable	**-**	16,506
Total trade and other receivables	**351,458**	121,422

8 Other Financial Assets

	2026	2025
	$	$
CURRENT		
Term deposit	**75,135**	75,135
Total financial asset	**75,135**	75,135

The term deposit matures on 5 January 2027 and earns interest at a fixed rate of 4.48% per annum. The term deposit has been pledged as security for the entity's lease obligations and is therefore subject to restrictions on its use. Accordingly, it is classified as restricted cash. Although the term deposit matures within 12 months after the reporting date, it cannot be accessed for general operating purposes while it is held as security for the lease.

The term deposit is classified as a current financial asset because it is contractually due to mature within 12 months of the reporting date, notwithstanding that its use is restricted as it serves as security for the lease obligations.

Notes to the Financial Statements

For the Period Ended 31 March 2026

9 Other Assets

	2026	2025
	$	$
CURRENT		
Prepayments	**60,145**	36,359
Total other assets	**60,145**	36,359

10 Trade and Other Payables

	2026	2025
	$	$
CURRENT		
Trade payables	**48,985**	48,487
Access Pay deductions	**-**	25,056
GST payable	**21,814**	-
PAYG Withholding Payable	**27,956**	44,585
Superannuation payable	**8,751**	37,320
Accrued expenses	**115,745**	81,736
Other payables	**2,088**	4,783
Total trade and other payables	**225,339**	241,967

11 Leases

Right-of-use assets

	2026	2025
	$	$
Right of use asset	**154,723**	784,404
Less: Accumulated amortisation	**(76,122)**	(734,481)
Total right of use asset	**78,601**	49,923

The Company leases office premises and car parking under lease agreements that originally had a two-year term with no option to extend, expiring on 13 December 2024.

On 1 October 2024, the lease was modified to extend the term by 12 months from the original expiry date. During the current financial year, the lease was modified again to extend the lease for a further 12-month period from 1 January 2026 to 31 December 2026.

Accordingly, in accordance with AASB 16 Leases, the right-of-use asset and lease liability were remeasured as at 31 March 2026 to reflect the revised lease term, updated remaining lease payments, and the applicable discount rate.
The related profit or loss balances were adjusted accordingly. Amortisation expense recognised in the statement of profit or loss for the period amounted to $76,122.

Notes to the Financial Statements

For the Period Ended 31 March 2026

11 Leases

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
	$	$	$	$
2026				
Lease liabilities	**116,190**	-	-	**116,190**
2025				
Lease liabilities	74,325	-	-	74,325

Lease liabilities noted as at 31 March 2026 are $79,185 (2025: $50,670)

12 Employee Benefits

	2026	2025
	$	$
CURRENT		
Provision for long service leave	**71,199**	67,903
Provision for annual leave	**147,784**	137,411
	218,983	205,314
NON-CURRENT		
Provision for long service leave	**31,736**	30,212

13 Contract liabilities

	2026	2025
	$	$
CURRENT		
Grants received in advance	**299,079**	162,437
Income in advance	**571,489**	257,750
Total contract liabilities	**870,568**	420,187

Large increase on a year on year was a result of the change in reporting period from 30 June to 31 March.

Notes to the Financial Statements

For the Period Ended 31 March 2026

14 Key Management Personnel Remuneration

The remuneration paid to key management personnel of KidsXpress Limited during the period is as follows:

	2026	2025
	$	$
Short-term employee benefits	**143,435**	178,498
Post-employment benefits	**48,123**	39,886
	191,558	218,384

15 Contingent assets and liabilities

In the opinion of those charged with governance, the Company did not have any contingent assets for 31 March 2026 and 30 June 2025 and a $75,135 contingent liability at 31 March 2026 (30 June 2025: $75,135) which represents the bank guarantee as a security for performance of the lease.

In accordance with agreements entered with grantors and other funding parties, the Company is committed to undertake and deliver programs as specified in the grant and funding agreements. Non-delivery of the programs in accordance with the agreements may result in refund of the grants and funds received.

16 Capital and Leasing Commitments

Operating Leases

	2026	2025
	$	$
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
- not later than one year	**2,166**	10,269
- between one year and five years	**24,360**	555
	26,526	10,824

The operating lease commitment as at period/year end included above relates to low value asset and has not been accounted for in accordance with *AASB 16 Leases*.

17 Auditors' Remuneration

During the financial period, the following fees were paid or payable for services provided by ESV Business Advice and Accounting, the auditor of the company.

	2026	2025
	$	$
Audit of the financial statements	**9,800**	8,960
Total	**9,800**	8,960

Notes to the Financial Statements
For the Period Ended 31 March 2026

18 Related Parties

Transactions with related parties

Macquarie Group Limited, a director related entity, through the Macquarie Group Foundation have donated to fund specific programs during the period.

GSA Insurance Brokers Pty Ltd, a director related entity, have made donations and have provided insurance broking services at no charge to KidsXpress during the period.

Steadfast Group Limited, a director related entity, through the Steadfast Foundation have donated to KidsXpress during the period.

KidsXpress also received donations from some of its directors during the current period.

The total donations received from the above related parties amounts to $325,000 (2025: $590,812).

19 Events after the end of the Reporting Period

No matters or circumstances have arisen since 31 March 2026 that have significantly affected or may significantly affect, the operations, results, or state of affairs of the Company in future financial years.

Notes to the Financial Statements

For the Period Ended 31 March 2026

20 Income and Expenditure - Fundraising Appeals

This disclosure is made under the Charitable Fundraising Act 1991 (NSW) ("the Act").

	2026 $	2025 $
Details of aggregate gross income and total expenses of Fundraising Appeals		
Gross proceeds of Fundraising Appeals (as defined in the Act)	**910,401**	2,054,635
Cost of Fundraising Appeals	**(209,978)**	(306,232)
Net surplus obtained from Fundraising Appeals	**700,423**	1,748,403
Statement showing how funds received were applied to charitable purposes		
Net surplus obtained from Fundraising Appeals	**700,423**	1,748,403
This was applied to the charitable purposes in the following manner:		
Expressive therapy programs to clients	**(2,604,503)**	(3,199,892)
Balance available to be applied for charitable purposes	**(1,904,080)**	(1,451,489)
Fundraising Appeals conducted during the financial period/year		
Donations	**807,218**	1,657,559
Benefits received from fundraising events and auctions	**103,183**	397,075
	910,401	2,054,634
Comparisons of certain monetary figures and percentages		
The following figures and percentages exclude sales revenue and expenditure on commercial activities		
Total cost of fundraising appeals	**209,978**	306,232
Gross income from fundraising appeals	**910,401**	2,054,635
as a %	**23 %**	15 %
Net surplus from fundraising appeals	**700,423**	1,748,403
Gross income from fundraising appeals	**910,401**	2,054,635
as a %	**77 %**	85 %
Total cost of assistance to clients	**2,604,503**	3,199,892
Total expenditure	**2,830,111**	3,574,620
as a %	**92 %**	90 %
Total cost of assistance to clients	**2,604,503**	3,199,892
Total revenue received	**2,111,924**	4,054,375
as a %	**123 %**	79 %

Notes to the Financial Statements

For the Period Ended 31 March 2026

21 Statutory Information

The registered office and principal place of business of the company is:
KidsXpress Limited
L 2 50 Waterloo Rd
Macquarie Park
NSW 2113
Australia

KidsXpress Limited

ABN: 65 117 488 570

Directors' Declaration

Declaration under the Charitable Fundraising Act (NSW) 1991:

The directors declare that:

- the financial report gives a true and fair view of all income and expenditure of KidsXpress Limited with respect to fundraising appeal activities for the financial period ended 31 March 2026;
- the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 31 March 2026;
- *the provision of the Australian Accounting Standard - Simplified Disclosures, Charitable Fundraising Act 1991 (NSW) and Charitable Fundraising Regulations 2021 (NSW) and the conditions attached to the authority have been complied with for the period ended 31 March 2026; and*
- the internal controls exercised by KidsXpress Limited are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

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

Signed in accordance with the Charitable Fundraising Act 1991 (NSW) and the Charitable Fundraising Regulations 2021 (NSW).

Director: ..... Director: .....

Dated this 5th day of August 2026

KidsXpress Limited

ABN: 65 117 488 570

Directors' Declaration

Declaration under the Australian Charities and Not-for-profit Commission Regulation 2013:

The directors declare that:

- *the financial statements and notes present fairly the entity's financial position as at 31 March 2026 and performance for the period then ended in accordance with the Australian Accounting Standards - Simplified Disclosures Requirements and the Australian Charities and Not-for-profit Commission Amendment Regulation 2013 and other mandatory professional reporting requirements; and*

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013.*

Director: .....

Director: .....

Dated this 5th day of August 2026

ESV

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF KIDSXPRESS LIMITED

Opinion

We have audited the financial report, being a general purpose (simplified disclosures) financial report, of KidsXpress Limited (the 'Company'), which comprises the statement of financial position as at 31 March 2026, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period then ended and notes to the financial report, including summary of material accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of KidsXpress Limited is in accordance with Division 60 of the *Australian Charities and Not-for-Profit Commission Act 2012*, including:

a) giving a true and fair view of the Company's financial position as at 31 March 2026 and of its financial performance for the period then ended; and

b) complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2022*.

Basis for opinion

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 1 to the financial report, which discloses that the Company changed its reporting date from 30 June to 31 March during the current financial period. As a result, the financial report covers the nine-month period from 1 July 2025 to 31 March 2026, and the comparative information presented relates to the twelve-month period from 1 July 2024 to 30 June 2025. Accordingly, the amounts presented for the current and comparative periods are not entirely comparable. Our opinion is not modified in respect of this matter.

Other Information

The directors of the company are responsible for the other information. The other information comprises the Directors' Report for the period ended 31 March 2026 but does not include the financial report and our 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.

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.

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF KIDSXPRESS 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 and the *Australian Charities and Not-for-profits Commission Act 2012* 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 Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the 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 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.

Report on the requirements of the NSW Charitable Fundraising Act 1991 and the NSW Charitable Fundraising Regulations 2021

We have audited the financial report as required by the Section 24(2) of the *NSW Charitable Fundraising Act 1991*. Our procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *NSW Charitable Fundraising Act 1991* and the *NSW Charitable Fundraising Regulations 2021*.

Because of the inherent limitations of any assurance engagement, it is possible that fraud, error or non-compliance may occur and not be detected. An audit is not designed to detect all instances of non-compliance with the requirements described in the above-mentioned Acts and Regulations as an audit is not performed continuously throughout the period and the audit procedures performed in respect of compliance with these requirements are undertaken on a test basis. The audit opinion expressed in this report has been formed on the above basis.

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF KIDSXPRESS LIMITED

Opinion

In our opinion:

a) the financial report of KidsXpress Limited has been properly drawn up and associated records have been properly kept during the financial period ended 31 March 2026, in all material respects in accordance with:

   i) sections 20(1), 22(1-2), 24(1-3) of the *NSW Charitable Fundraising Act 1991*; and

   ii) sections 14(2) and 17 of the NSW Charitable Fundraising Regulations 2021.

b) the money received as a result of fundraising appeals conducted by the Company during the financial period ended 31 March 2026 has been properly accounted for and applied, in all material respects, in accordance with the above-mentioned Act and Regulations.

Dated in Sydney on the 5th of August 2026.

ESV

ESV Business advice and accounting

Devon Lee

Devon Lee
Partner