SECURITY & EQUITY RESOURCES LIMITED
A.C.N. 006 682 033

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

SECURITY & EQUITY RESOURCES LIMITED
A.C.N. 006 682 033

DIRECTORS' REPORT

Your Directors present their report on the company for the financial year ended 30 June 2024 and the auditor's report thereon.

Directors

The names and particulars of the directors of Security & Equity Resources Limited in office at the date of this report are:

Names	*Qualifications, experience and special responsibilities*
Fred Bart	Chairman and Chief Executive Officer Age 71. A director since January 1992. He has been Chairman and Managing Director of numerous private companies since 1980, specialising in manufacturing, retail, property and marketable securities. Mr Bart is responsible for managing the company's investment portfolio. Mr Bart is also Chairman Audio Pixels Holdings Limited and Noxopharm Limited.
John Baguley	Non executive director for the full year. Age 53. Appointed a director on 18 July 2023. John Baguley
James Bart	Non executive director. Age 38 Appointed as a director on 8 November 2010. James Bart has a Bachelor of Commerce and is CEO of Shaw of Australia Pty Limited.

SECURITY & EQUITY RESOURCES LIMITED
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DIRECTORS' REPORT (CONTINUED)

Director's shareholdings

Frederick Bart is the beneficial owner of all the shares in Tenezo Pty Limited which in turn owns all the share capital in 4F Investments Pty Limited. 4F Investments Pty Limited owns 95.63% (2024 – 95.62%) of the share capital of Security & Equity Resources Limited. Frederick Bart is a director of Security & Equity Resources Limited, 4F Investments Pty Limited and Tenezo Pty Limited. During the year 4F Investments Pty Limited acquired an additional 1900 ordinary shares from shareholders.

Directors' meetings

During the year the company held three meetings of directors. The attendances of the directors at meetings of the Board were:

	Attended	*Maximum possible attended*
Fred Bart	2	2
John Baguley	2	2
James Bart	2	2

Principal activities

The principal activity of the company is investing in marketable securities.

There has been no significant change in the nature of this activity during the year.

Operating Results

The company earned a net profit of $574,281(2024 - $527,064) after income tax for the year.

DIRECTORS' REPORT (CONTINUED)

Dividends

The directors recommend that no dividend be paid and no amount has been paid or declared by way of dividend since the end of the previous financial year and up to the date of this report.

Review of operations

The company continues to trade in listed shares in Australian mining companies. Surplus funds generated from share trading have been lent at call to 4F Investments Pty Limited, the holding company, at commercial rates of interest.

Significant changes to the state of affairs

In the opinion of the directors there were no other significant changes in the state of affairs of the company that occurred during the financial year under review not otherwise disclosed in this report.

Significant events after balance date

In the opinion of the directors no matter or circumstance has arisen since the end of the financial year which is not otherwise dealt with in this report or in the financial statements, that has significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in subsequent financial years.

Likely developments

The company will continue to invest in marketable securities.

DIRECTORS' REPORT (CONTINUED)

Directors' benefits

Since the end of the previous financial year no director of the company has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by directors as shown in the accounts) because of a contract made by the company or related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Remuneration report

The key management personnel of Security & Equity Resources Limited during the year were Mr Frederick Bart, (Chairman), Mr John Baguley (Non-executive director) and Mr James Bart (Non-executive director).

No director or executive was paid any form of remuneration by the company during the year. The major shareholder, 4F Investments Pty Limited and its associated companies employs all of the directors and pays for their services. The remuneration of directors is not performance based.

Non-audit Services

The auditor did not provide non-audit services to the company during the year.

Auditor Independence

The Directors have received a declaration from Lowy Wilcock & Co, the auditor of Security & Equity Resources Limited, as produced on page 6 of this financial report.

Rounding of Amounts

The company is an entity to which ASIC Class Order 98/100 applies and, accordingly, amounts in the financial statements and directors' report have been rounded to the nearest dollar.

Dated at Sydney this 7th day of October 2025

Signed in accordance with a resolution of directors.

Fred Bart (Oct 7, 2025 10:29:06 GMT+11)

F. Bart
Chairman

John Baguley (Oct 7, 2025 12:22:53 GMT+11)

John Baguley
Director

LOWY WILCOCK
CHARTERED ACCOUNTANTS
'OUR EXPERIENCE IS YOUR SUCCESS'

Liability limited by a scheme approved under Professional Standards Legislation.

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E LOWYWILCOCK@LOWYWILCOCK.COM.AU
A.B.N 92 730 523 260

AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTOR OF
SECURITY & EQUITY RESOURCES LIMITED

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2025 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

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

Name of Firm: LOWY WILCOCK & CO
Chartered Accountants

Name of Partner:
DEAN C WILCOCK

Address: LEVEL 6, 72 PITT ST SYDNEY NSW 2000

Dated this 19th **day of September 2025**

SECURITY & EQUITY RESOURCES LIMITED
A.C.N. 006 682 033

DIRECTORS' DECLARATION

The directors declare that:

1. the financial statements and notes, as set out on pages 8 to 27, are in accordance with the Corporations Act 2001 and:

   (a) comply with Accounting Standards and the Corporations Regulations 2001; and
   (b) give a true and fair view of the financial position as at 30 June 2025 and of the performance for the year ended on that date of the company;

2. the Directors have each declared that:

   (a) the financial records of the company for the financial year have been properly maintained in accordance with section 286 of the Corporations Act 2001;
   (b) the financial statements and notes for the financial year comply with the Accounting Standards; and
   (c) the financial statements and notes for the financial year give a true and fair view;

3. in the directors' opinion 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 the directors made pursuant to s.295(5) of the Corporations Act 2001.

On behalf of the Directors

Dated at Sydney this 7th day of October 2025.

Fred Bart (Oct 7, 2025 10:29:06 GMT+11)

F. Bart
Chairman

John Baguley (Oct 7, 2025 12:22:53 GMT+11)

John Baguley
Director

SECURITY & EQUITY RESOURCES LIMITED
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

	Note	**2025** **$**	**2024** **$**
CLASSIFICATION OF EXPENSES BY FUNCTION			
Sales revenue		-	-
Cost of sales		32,893	(14,000)
Gross /(loss)		32,893	(14,000)
Other revenue from ordinary activities		1,024,395	981,980
Administration expenses		(302,544)	(260,562)
Profit/ (Loss) from ordinary activities before income tax expense		754,744	707,418
Income tax expense relating to ordinary activities		(180,463)	(180,355)
Profit/ (Loss) for the year		574,281	549,066
Total comprehensive profit/ (loss) for the year		574,281	527,064

Notes to the financial statements are included on pages 12 to 26.

SECURITY & EQUITY RESOURCES LIMITED
A.C.N. 006 682 033

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	Note	2025 $	2024 $
CURRENT ASSETS			
Cash		4,278	569
Receivables	5	-	5,688
Inventory	6	212,398	179,506
TOTAL CURRENT ASSETS		216,676	185,763
NON CURRENT ASSETS			
Receivables	5	19,289,090	18,952,193
Advance Income Tax		143,380	-
TOTAL NON CURRENT ASSETS		19,432,470	18,952,193
TOTAL ASSETS		19,649,146	19,132,267
CURRENT LIABILITIES			
Creditors and borrowings	7	-	3,000
Provision for income tax	8	180,463	180,354
TOTAL CURRENT LIABILITIES		180,463	183,354
TOTAL LIABILITIES		180,463	183,354
NET ASSETS		19,468,683	18,954,601
EQUITY			
Contributed equity	9	2,862,989	2,862,989
Retained Earnings	10	16,605,694	16,091,612
TOTAL SHAREHOLDERS EQUITY		19,468,683	18,954,601

Notes to the financial statements are included on pages 12 to 26.

SECURITY & EQUITY RESOURCES LIMITED
A.C.N. 006 682 033

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

	Issued Capital $	Retained Earnings $	Total $
Balance at 1 July 2024	2,862,989	16,091,612	18,954,601
Previous years Adjustments (ATO Review)		(60,199)	(60,199)
Profit/ (Loss) attributable to members of the company	-	574,280	574,280
Balance at 30 June 2025	2,862,989	16,605,694	19,468,683
Balance at 1 July 2023	2,862,989	15,564,549	18,427,538
(Loss) attributable to members of the company	-	527,064	527,064
Balance at 30 June 2024	2,862,989	16,091,612	18,954,601

Notes to the financial statements are included on pages 12 to 26.

SECURITY & EQUITY RESOURCES LIMITED
A.C.N. 006 682 033

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

	Note	2025 $	2024 $
Cash Flows from operating activities			
Cash payments in the course of operations		(683,789)	(342,266)
Other Income		24,603	-
Interest received		999,792	981,980
Net cash inflows/ (outflows)/ inflows from Operating Activities	11(b)	340,606	639,714
Cash Flows from investing activities			
Proceeds of sale of securities		-	-
Purchase of securities		-	-
Net cash provided/ (used) in investing activities		-	-
Cash flows from financing activities			
Loans (to)/ from related parties		(336,897)	(639,332)
Net cash (used by) provided by financing activities		(336,897)	(639,332)
Net (decrease)/increase in Cash Held		3,709	382
Cash at the beginning of the financial year		569	187
Cash at the end of the Financial Year	11(a)	4,278	569

Notes to the financial statements are included on pages 12 to 26.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with the Corporations Act 2001, Accounting Standards and Urgent Issues Group Interpretations, and complies with other requirements of the law. Accounting Standards include Australian equivalents to International Financial Reporting Standards ("A-IFRS"). Compliance with A-IFRS ensures that the financial statements and notes comply with International Financial Reporting Standards ("IFRS").

The financial statements were authorised for issue by the Directors on 7th of October 2025.

Basis of preparation

The financial report has been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are expressed in Australian dollars.

(a) Borrowings

Borrowings are recorded initially at fair value, net of transaction costs. Subsequent to initial recognition, borrowings are measured at amortised cost with any difference between the initial recognised amount and the redemption value being recognised in profit and loss over the period of the borrowing using the effective interest rate method.

(b) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash in banks and investments in money market instruments, net of outstanding bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

(c) Financial assets

Other financial assets are classified into the following specified categories: held to maturity investments, available for sale and loans and receivables. The classification depends on the nature and purpose of the financial assets and is determined at the time of the initial recognition.

Held to maturity investments

Bills of exchange are recorded at amortised cost using the effective interest method less impairment, with revenue recognised on an effective yield basis. The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period.

(c) **Financial assets (cont)**

The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period.

Available-for-sale financial assets

Certain trading shares held by the entity are classified as being available-for-sale and are stated at the lower of cost, and recoverable amount, being a Directors' valuation based on market values at the time of the valuation. Losses arising from share write down are recognised in profit or loss for the period.

Loans and receivables

Trade receivables, loans and other receivables are recorded at amortised cost less impairment.

(d) **Financial instruments issued by the company**

Debt and equity instruments

Debts and equity instruments are classified as either liabilities or as equity in accordance with the substance of the contractual arrangement.

Transaction costs on the issue of equity instruments

Transaction costs arising on the issue of equity instruments are recognised directly in equity as a reduction of the proceeds of the equity instruments to which the costs relate. Transaction costs are the costs that are incurred directly in connection with the issue of those equity instruments and which would not have been incurred had those instruments not been issued.

Interest

Interest is classified as an expense consistent with the balance sheet classification of the related debt.

(e) **Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

i. where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
ii. for receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the statement of cash flows on a gross basis. 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.

(f) **Impairment of assets**

At each reporting date, the entity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised in profit and loss immediately.

(g) **Income Tax**

Current tax

Current tax is calculated by reference to the amount of income taxes payable or recoverable in respect of the taxable profit or tax loss for the period. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by reporting date. Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

Deferred tax

Deferred tax is accounted for using the comprehensive balance sheet liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax base of those items.

In principle, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that sufficient taxable amounts will be available against which deductible temporary differences or unused tax losses and tax offsets can be utilised. However, deferred tax assets and liabilities are not recognised if the temporary differences giving rise to them arise from the initial recognition of assets and liabilities (other than as a result of business combination) which affects neither taxable income nor accounting profit.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the assets and liability giving rise to them are realised or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the entity expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the company intends to settles its current tax assets and liabilities on a net basis.

(g) **Income Tax (cont)**

Current and deferred tax for the period

Current and deferred tax is recognised as an expense or income in the income statement, except when it relates to items credited or debited directly to equity, in which case the deferred tax is also recognised directly in equity, or where it arises from the initial accounting for a business combination, in which case it is taken into account in the determination of goodwill or excess.

(h) **Payables**

Trade payable and other accounts payable are recognised when the entity becomes obliged to make future payments resulting from the purchase of goods and services.

(i) **Revenue Recognition**

Interest income is recognised as it accrues. Dividend income is recognised as it is received.

(j) **Critical accounting judgements**

In the application of the company's accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making these judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

SECURITY & EQUITY RESOURCES LIMITED
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025 (Continued)

2. Revenue

	2025 $	2024 $
Operating activities:		
Proceeds from sale of securities	-	-
Other Income	24,603	-
Interest received	999,792	981,980
Total Operating revenues	1,024,395	981,980
(a) Interest revenue from:		
Other related entities	999,792	981,980

3. Profit/ (Loss) from Ordinary Activities

Profit/ (Loss) from ordinary activities before income tax has been determined after:

	2025 $	2024 $
(a) Expenses		
Management fees – related party	240,000	240,000
(b) Revenue and Net Gains		
Write up/ (Write down) of value of inventory to lower of cost and net realisable value	32,893	(14,000)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025 (Continued)

4. Income Tax

	2025 $	2024 $
Prima facie income tax on pre-tax accounting profit/ (loss) reconciles to the income tax expense in the financial statements as follows:		
Profit/ (Loss) from operations	754,744	707,418
Other items	(32,893)	14,000
Income tax expense calculated at 25% (2024 - 25%) of operating (loss)	180,463	180,355
Tax effect of permanent differences		
Other items		
Income tax adjusted for permanent differences	180,463	180,355
Income tax attributable to operating profit/ (loss)	180,463	180,355
Current year	180,463	180,355
Deferred tax benefit from income tax losses carried forward not brought to account	-	-

The tax rate used in the above reconciliation is the corporate tax rate of 25.0% (2024 – 2025) payable by Australian corporate entities on taxable profits under Australian tax law.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025 (Continued)

	2025 $	2024 $
5. Receivables		
Current		
GST receivable	-	5,688
Non Current		
Amounts due from holding company	19,289,090	18,952,193

The amount due from 4F Investments Pty Limited (holding company) is unsecured and at call. The loan attracts compound interest at 4.85% (2024 – 5.35%) calculated on a daily basis at a 1% premium to the Australian Reserve Bank official cash rate. The loan is subject to normal commercial terms and conditions.

6. Inventory

Quoted securities on recognised Stock Exchanges

	2025 $	2024 $
Securities – at lower of cost or market value	212,398	179,506
Market value	837,650	558,460

7. Creditors and Borrowings

	2025 $	2024 $
Accrued expenses	-	3,000

8. Provisions

	2025 $	2024 $
Provision for current year income tax	180,463	180,355

9. Contributed Equity

Issued and paid up Capital

	2025 $	2024 $
14,314,944 Ordinary shares fully paid	2,862,989	2,862,989

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025 (Continued)**

	2025 $	2024 $

10. Retained earnings

	2025 $	2024 $
Retained earnings as at beginning of the financial year	16,091,612	15,564,549
Prior period adjustment ATO review	(60,198)	-
Net profit/ (loss) for the year	574,281	527,064
Retained earnings as at the end of the financial year	16,605,695	16,091,612

11. Notes to the Statement of Cash Flows

(a) Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2025 $	2024 $
Cash at bank	4,278	569

(b) Reconciliation of Cash Flows from Operations with Operating (Loss) after Income Tax

	2025 $	2024 $
Operating profit/ (loss) after Income Tax	574,281	527,063
Prior period adjustments – ATO review	(60,199)	-
Write up/down in value of shares	(32,893)	14,000
	481.189	541,064
Changes in assets and liabilities		
Increase/Decrease in GST receivable	5,688	(1,056)
Increase/Decrease in Advance Tax	(143,380)	-
Increase/ Decrease in Accruals	(3,000)	
Increase/ Decrease in tax provision	109	99,706
Cash Inflows/ (Outflows) from Operations	340,606	639,714

12. Remuneration of Auditors

Total of all remuneration received or due and receivable by the auditors in connection with:

	2025 **$**	**2024** **$**
Auditing the accounts	16,450	8,595
Other services	-	-
	16,450	8,595

13. Remuneration of Directors

The number of Directors of Security & Equity Resources Limited whose remuneration from the Company or any related parties falls within the following bands:

$0 - $9,999	3	3
Total income paid, or payable or otherwise made available to Directors of the Company, or any related entities including Directors fees	-	-

Remuneration of directors includes management and consulting fees paid to entities associated with the Directors as disclosed in Note 12

Persons who have acted as Directors during the year ended 30 June 2025 were as follows:

Fred Bart
John Baguley
James Bart

14. Related Party Disclosures

(a) Directors

The Directors of Security & Equity Resources Limited in office during the year were:

Fred Bart
John Baguley
James Bart

(b) Directors' Shareholdings

Mr Fred Bart is the beneficial owner of Tenezo Pty Limited which owns 95.63% (2024 – 95.62 %) of the company via 4F Investments Pty Limited. During the year 4F Investments Pty Limited acquired an additional 1900 ordinary shares from shareholders.

(c) Transactions with related entities

(i) As at 30 June 2025 the company had lent 4F Investments Pty Limited (holding company) $19,289,090 (2024 - $18,952,193) on an unsecured basis at an interest rate of 4.85% (2024 – 5.35%) calculated on a daily basis at a 1% premium to the official cash rate. The loan is subject to normal commercial terms and conditions.

14. Related Party Disclosures (cont)

(ii) During the year the Company entered into the following transactions with related parties:

	2025	**2024**
	$	**$**
Interest paid by 4F Investments Pty Limited to the company	999,793	981,980
Management fees paid to 4F Investments Pty Limited	240,000	240,000
Amount owing by 4F Investments Pty Limited at year end.	19,289,090	18,952,193

The loan to 4F Investments Pty Limited is unsecured and at call and earns interest at 4.85 % (2024- 5.35%) per annum on a daily basis.

15. Segment Information

The company operates within the one geographic segment being Australia and the one industry being investments in equity securities.

16. Ultimate Holding Company

The ultimate holding company is Tenezo Pty Limited. The immediate parent company at 30 June 2025 is 4F Investments Pty Limited which owns 95.63% (2024 – 95.62%) of the issued capital of the company. 4F Investments Pty Limited owned 13,689,532 (2024 - 13,687,632) shares in Security & Equity Resources Limited as at 30 June 2025. During the year 4F Investments Pty Limited acquired an additional 1900 ordinary shares from shareholders.

17. Financial risk management objectives and policies

The Company's principal financial instruments comprise trading investments, receivables, payables, cash and short term deposits.

Due to the small size of the company significant risk management decisions are taken by the board of directors. These risks include market risk (including fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The Company does not use derivative financial instruments to hedge these risk exposures.

Risk Exposures and Responses

(a) Interest rate risk

The Company's exposure to market interest rates relates primarily to the Company's cash holdings and interest bearing loans with the major shareholder, 4F Investments Pty Limited.

The Company constantly analyses its interest rate exposure. Within this analysis consideration is given to potential renewals of existing positions, alternative financing and the mix of fixed and variable interest rates.

At 30 June 2025, if interest rates had moved, as illustrated in the table below, with all other variables held constant, post tax profit and equity would have been affected as follows:

Judgements of reasonably possible movements	Post Tax Profit Higher/(Lower)		Equity Higher/(Lower)	
	2025	2024	2025	2024
	$	$	$	$
Company				
+1% (100 basis points)	147,425	143,932	147,425	143,932
-.5% (50 basis points)	(66,904)	(7,162)	(66,904)	(7,162)

(b) Foreign currency risk

The Company has no foreign currency risk.

17. **Financial risk management objectives and policies (cont)**

(c) Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. The Company has adopted a policy of only dealing with creditworthy counterparties which are continuously monitored.

The credit risk on liquid funds is limited because the counterparties are major banks with high credit-ratings assigned by international credit agencies. Surplus funds are lent to the major shareholder, 4F Investments Pty Limited on normal commercial terms and conditions.

(d) Liquidity risk management

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

The Company has access to margin lending facilities with major trading banks which could be utilised if the Company purchased securities which were eligible for margin lending. The loan to 4F Investments Pty Limited is at call and funds can be drawn down as required.

Ultimate responsibility for liquidity risk management rests with the board of directors, who have built an appropriate risk management framework for the management of the Company's short, medium and long term funding and liquidity requirements. The Company manages liquidity by maintaining adequate cash reserves by continuously monitoring forecast and actual cash flows and managing maturity profiles of financial assets.

(e) Price risk

The Company has no direct exposure to commodity price risk.

At balance date the Company had exposure to equity securities as the nature of the business is a share trader. All share trading investments are carried at the lower of cost and net realisable value which is the closing market prices at balance date.

The directors consider that the carrying amounts of all other financial assets and financial liabilities recorded at amortised cost in the financial statements approximate their fair values.

SERL Annual Financial Statements - 30062025 Final

Final Audit Report 2025-10-07

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