

NQ SPARK PTY LTD

General Purpose Financial Statements
FOR THE YEAR ENDED 30 JUNE 2025

NQ SPARK PTY LTD
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NQ SPARK PTY LTD

DIRECTOR'S REPORT

The director presents the report on the company for the financial year ended 30 June 2025.

Directors

The names and particulars of the directors of the company during or since the end of the financial year are:

Anthony John Mooney – Appointed 12/06/2023
Jennifer Mary Seddon – Appointed 12/06/2023
John Caligari – Appointed 12/06/2023
Michael Reilly – Appointed 12/06/2023
Anthony Joseph McCabe - Appointed 12/12/2024
Roger Noble - Appointed 23/01/2025
Danella Maree Forster - Appointed 15/07/2025

The above named directors held office during the whole of the financial year and since the end of the financial year except for:

John Caligari - resigned 24/11/2024
Michael Reilly - resigned 24/11/2024
Anthony Joseph McCabe - Appointed 12/12/2024
Roger Noble - Appointed 23/01/2025
Danella Maree Forster - Appointed 15/07/2025

Secretary

The names and particulars of the secretary of the company during or since the end of the financial year are:

John Christian Carey - Appointed 25/11/2024

Principal Activities

The principal activities of the company during the financial year were to commence the development of the NQ Simulation Park (NQ Spark) in line with the Grant Agreement.

Review of Operations

The company's operations included: the fitout of the office and engaging Ethan Global Pty Ltd. The profit of the company for the financial year amounted to \$45,788.

Significant Changes in the State of Affairs

It was identified during the last financial year that the original intent of the organisation was no longer relevant, and the Advanced Environmental Simulation Facility was not going to provide the return thought, and that a smaller facility would be more appropriate. The new Board is committed to the new direction and is now seeking agreement to it by the Federal Government who are the funding partner.

Events Subsequent to the End of the Reporting Period

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

Likely Developments and Expected Results of Operations

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

Environmental Regulation

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

DIRECTOR'S REPORT

Going Concern

The directors have assessed the Company's ability to continue as a going concern. Based on the information available, including the Company's financial position and forecast cash flows, the directors are satisfied that the Company will be able to continue its operations and meet its obligations as and when they fall due for the foreseeable future. Accordingly, the financial statements have been prepared on a going concern basis.

Dividends

No dividends have been paid or declared since the start of the financial year.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Indemnification of Officers

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

Proceedings on Behalf of Company

No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

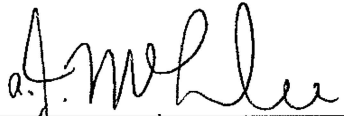
The company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The auditor's independence declaration is on page 15 of these financial statements.

This director's report is signed in accordance with a resolution of the director:

Director
Dated:



24/4/2026

NQ SPARK PTY LTD

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2025**

	2025	2024
	\$	\$
INCOME		
Grants received	1,175,025	1,072,222
Other revenue	-	32,000
Debt forgiven	-	158,946
	1,175,025	1,263,168
 LESS EXPENDITURE		
Accountancy fees	62,881	15,284
Advertising	6,225	4,234
Auditors' remuneration	6,000	-
Bank charges	84	67
Board meeting costs	-	370
Board remuneration	32,089	99,900
Consultancy meetings	-	690
Consultancy costs	-	460,104
Computer - Build	-	5,250
Depreciation	38,835	34,082
Design	29,781	-
Entertainment expenses	3,570	32
Filing fees	345	403
Fines and penalties	20	-
General expenses	-	138
Insurance	16,363	7,817
Interest paid	64	-
Labour hire	54,648	81,884
Legal costs	-	22,359
Permits, licences and fees	-	3,200
Printing and stationery	382	8,555
Office expenses	6,885	22,305
Project management	734,725	205,123
Room amenities	-	2,211
Rent	17,560	2,164
Salaries and wages	39,808	-
Simulation equipment	-	7,751
Software	45,443	107,349
Staff training and welfare	-	1,835
Superannuation contributions	4,578	-
Travelling expenses	28,951	11,116
	1,129,237	1,104,223
 NET OPERATING PROFIT	45,788	158,945
Retained Profits (accumulated losses) at the beginning of the financial year	(5,132)	(164,077)
TOTAL AVAILABLE FOR APPROPRIATION (DEFICIT)	40,656	(5,132)
RETAINED PROFITS (ACCUMULATED LOSSES) AT THE END OF THE FINANCIAL YEAR	40,656	(5,132)

The accompanying notes form part of these financial statements.

NQ SPARK PTY LTD
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Note	2025 \$	2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	21,020,648	20,350,188
Trade and other receivables	3	171,324	-
Other assets	4	3,540,000	-
TOTAL CURRENT ASSETS		<u>24,731,972</u>	<u>20,350,188</u>
NON-CURRENT ASSETS			
Trade and other receivables	3	2	2
Property, plant and equipment	5	81,212	100,707
TOTAL NON-CURRENT ASSETS		<u>81,214</u>	<u>100,709</u>
TOTAL ASSETS		<u><u>24,813,186</u></u>	<u><u>20,450,897</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	59,653	1,360,530
Other	7	24,712,875	19,095,497
TOTAL CURRENT LIABILITIES		<u>24,772,528</u>	<u>20,456,027</u>
TOTAL LIABILITIES		<u>24,772,528</u>	<u>20,456,027</u>
NET ASSETS (LIABILITIES)		<u><u>40,658</u></u>	<u><u>(5,130)</u></u>
EQUITY			
Issued capital	8	2	2
Retained earnings (accumulated losses)		40,656	(5,132)
TOTAL EQUITY (DEFICIT)		<u><u>40,658</u></u>	<u><u>(5,130)</u></u>

The accompanying notes form part of these financial statements.

NQ SPARK PTY LTD

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

	Share Capital		
	Ordinary shares \$	Retained Earnings \$	Total \$
Balance at 1 July 2023	2	(164,077)	(164,075)
Comprehensive income			
Profit for the year	-	158,945	158,945
Total comprehensive income for the year attributable to the member of the company	-	158,945	158,945
Balance at 30 June 2024	2	(5,132)	(5,130)
Balance at 1 July 2024	2	(5,132)	(5,130)
Comprehensive income			
Profit for the year	-	45,788	45,788
Total comprehensive income for the year attributable to the member of the company	-	45,788	45,788
Balance at 30 June 2025	2	40,656	40,658

The accompanying notes form part of these financial statements.

NQ SPARK PTY LTD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 \$	2024 \$
Cash flows from operating activities			
Receipts from rendering of services		-	35,200
Grant income received in advance		6,765,000	22,000,000
Payments to suppliers and employees		(5,261,507)	(1,030,868)
Interest received		642,403	167,719
GST paid to ATO		(1,722,613)	(803,200)
GST input tax credits received		272,967	67,228
Net cash provided by operating activities		<u>696,250</u>	<u>20,436,079</u>
Cash flows from investing activities			
Payments to acquire property, plant & equipment		<u>(25,790)</u>	<u>(85,666)</u>
Net cash provided by investing activities		<u>(25,790)</u>	<u>(85,666)</u>
Cash flows from financing activities			
Loan from controlling entity		<u>-</u>	<u>-</u>
Net cash provided by financing activities		<u>-</u>	<u>-</u>
Net increase in cash held		670,460	20,050,413
Cash and cash equivalents at beginning of financial year		20,350,188	299,775
Effects of exchange rates on cash holdings		-	-
Cash and cash equivalents at end of financial year	2	<u><u>21,020,648</u></u>	<u><u>20,350,188</u></u>

The accompanying notes form part of these financial statements.

NQ SPARK PTY LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

The financial statements cover NQ Spark Pty Ltd as an individual entity. NQ Spark Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

The financial statements were authorised for issue on the date the directors report was signed by the directors of the company.

1. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The Reporting Entity

NQ Spark Pty Ltd is a company limited by shares, incorporated and domiciled in Australia on 25 May 2022. The company's main purpose is to establish an advanced environmental simulation facility in Townsville. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The registered office of the company is:

NQ SPARK PTY LTD
52 Walker Street
Townsville QLD 4810

The principal place of business is:

NQ SPARK PTY LTD
184-188 Vickers Road
NORTH CONDON QLD 4815

Basis of Preparation

These general purpose financial statements have been prepared in accordance with the Corporations Act 2001, and Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board and Interpretations. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

(a) Taxation

NQ Spark Pty Ltd is subject to income tax, Fringe Benefits Tax and Goods and Services Tax (GST). The net amount of GST recoverable from the ATO or payable to the ATO is shown as an asset or liability respectively.

(b) Auditor remuneration

The estimated fee relating to the external audit of the financial statements for the reporting period is \$6,000 plus GST.

(c) Plant & equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in the statement of profit or loss in the financial period in which they are incurred.

NQ SPARK PTY LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated using both diminishing value and the straight line method over the asset's useful life, commencing from the time the asset is held ready for use.

The useful life used for each class of depreciable asset are:

Class of fixed asset:	Useful Life
Plant & equipment	5 years
Motor vehicles	5 years
Vickers Road Fit Out Costs	40 years

(d) Events after the reporting date

Danella Maree Forster has been appointed as a director.

There have been no changes to the shareholders.

No events or circumstances have arisen since 30 June 2025 that has significantly affected, or may significantly affect the entities operations, the result of those operations in future financial years.

(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(f) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(g) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed on an accrual basis, with reference to the state of completion of the transactions at the end of the reporting period in accordance with *AASB 15 Revenue from Contracts with Customers*. This applies to grants which have sufficiently specific performance obligations.

Where revenue arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligation is satisfied.

Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control and within the agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract. Interest revenue is recognised on an accruals basis.

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

NQ SPARK PTY LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

Government Grants

Grant monies received are recognised as revenue in accordance with *AASB 120 Accounting for Government Grants and Disclosure of Government Assistance*.

NQ Spark Pty Ltd has received \$6,765,000 in government grant money during the 2025 financial year in accordance with their grant agreement. This grant is being recognised as income when expended to meet their obligations.

(h) Goods and Services Tax (GST)

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

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

(i) Comparative figures

Comparative information reflects the audited prior year financial statements, reclassified where appropriate for consistency with current year classifications.

(j) Rounding of Amounts

Amounts in the financial statements have been rounded off to the nearest dollar.

(k) 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 NQ Spark Pty Ltd'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 NQ Spark Pty Ltd'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.

(l) New and revised accounting standards

Mandatory application of Australian Accounting Standards and Interpretations

No mandatory changes in accounting standards occurred in the 2024-25 financial year.

Early adoption of Australian Accounting Standards and Interpretations

No accounting pronouncements were early adopted in the 2024-25 financial year.

Voluntary changes in accounting policy

No voluntary changes in accounting policies occurred during the 2024-25 financial year.

NQ SPARK PTY LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
2. CASH AND CASH EQUIVALENTS		
NAB petty cash account 1706	7,420	12,798
NAB bank account #1412	21,013,228	20,337,390
	<u>21,020,648</u>	<u>20,350,188</u>
3. TRADE AND OTHER RECEIVABLES		
CURRENT		
Good and services tax	171,324	-
	<u>171,324</u>	<u>-</u>
NON-CURRENT		
Shareholder loan	2	2
	<u>2</u>	<u>2</u>
4. OTHER ASSETS		
CURRENT		
Prepayments	3,540,000	-
	<u>3,540,000</u>	<u>-</u>
5. PROPERTY, PLANT AND EQUIPMENT		
Fit Out Costs	52,805	-
Less accumulated depreciation	(4,814)	-
Total land and buildings	47,991	-
	<u>47,991</u>	<u>-</u>
Work in Progress - Fit out costs	-	56,911
	<u>-</u>	<u>56,911</u>
Computer equipment	82,913	60,898
Less accumulated depreciation	(56,830)	(29,489)
	26,083	31,409
	<u>26,083</u>	<u>31,409</u>
Office equipment	18,410	16,980
Less accumulated depreciation	(11,272)	(4,593)
	7,138	12,387
	<u>7,138</u>	<u>12,387</u>
Total plant and equipment	33,221	100,707
	<u>33,221</u>	<u>100,707</u>
Total property, plant and equipment	<u>81,212</u>	<u>100,707</u>

NQ SPARK PTY LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	\$	\$
6. TRADE AND OTHER PAYABLES		
CURRENT		
Good and services tax	-	1,129,523
Trade creditors	41,383	128,308
Accrued expenses	17,465	102,699
Withholding taxes payable	230	-
Superannuation payable	575	-
	<u>59,653</u>	<u>1,360,530</u>
	<u>59,653</u>	<u>1,360,530</u>
7. OTHER LIABILITIES		
CURRENT		
Grant income received in advance	24,712,875	19,095,497
	<u>24,712,875</u>	<u>19,095,497</u>
	<u>24,712,875</u>	<u>19,095,497</u>
8. ISSUED CAPITAL		
Fully paid ordinary shares	2	2
	<u>2</u>	<u>2</u>
	<u>2</u>	<u>2</u>
9. TRANSACTIONS WITH RELATED PARTIES		
a. Transactions with Townsville City Council		
Materials and other services provided by Council	(96,660)	(98,099)
Outgoings refunded to Council	96,660	-
Loan payable to Council	-	300,000
	<u>-</u>	<u>201,901</u>
	<u>-</u>	<u>201,901</u>
b. Outstanding balances		
Other payables to Council	-	62,602
Loan payable to Council	-	-
	<u>-</u>	<u>62,602</u>
	<u>-</u>	<u>62,602</u>
c. Board remuneration		
Remuneration for the board members was agreed to on 14/02/2024. The agreed amounts are outlined		
Board Member & Position	Remuneration	
John Caligari - Chair	39,025	
Mick Reilly - Deputy Chair	27,875	
Tony Mooney - Member	16,725	
Roger Noble - Member	11,150	
	<u>94,775</u>	
	<u>94,775</u>	
Remuneration paid	31,274	54,112
Adjustment to prior year accrued remuneration	(16,650)	-
Remuneration accrued	17,465	45,788
Total board remuneration expense for the financial year	<u>32,089</u>	<u>99,900</u>
	<u>32,089</u>	<u>99,900</u>

NQ SPARK PTY LTD

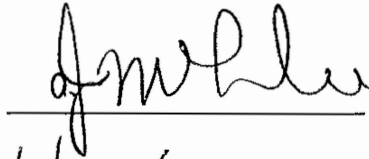
DIRECTOR'S DECLARATION

The directors declare that:

In accordance with a resolution of the director of Nq Spark Pty Ltd, the director of the company declares that:

1. The financial statements and notes, comprising the statement of financial position as at 30 June 2025 and the statement of profit and loss for the year then ended, together with a summary of material accounting policies and other explanatory information, present fairly the financial position of the Company as at 30 June 2025 and its financial performance for the year then ended, in accordance with Australian Accounting Standards as described in Note 1; and
2. In the director's 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.

Director

A handwritten signature in black ink, appearing to be 'J. M. H. L.', written over a horizontal line.

Dated:

24/4/2026

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of NQ Spark Pty Ltd

This auditor's independence declaration has been provided pursuant to s.307C of the *Corporations Act 2001*.

Independence declaration

As lead auditor for the audit of NQ Spark Pty Ltd for the financial year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.



Sri Narasimhan
as delegate of the Auditor-General

24 April 2026

Queensland Audit Office
Brisbane

INDEPENDENT AUDITOR'S REPORT

To the Members of NQ Spark Pty Ltd

Report on the audit of the financial report

Opinion

I have audited the accompanying financial report of NQ Spark Pty Ltd.

The financial report comprises the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements including material accounting policy information, and the directors' declaration.

In my opinion, the financial report:

- a) gives a true and fair view of the company's financial position as at 30 June 2025, and its financial performance for the year then ended; and
- b) complies with Australian Accounting Standards – Simplified Disclosures.

Basis for opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of my report.

I am independent of the 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

I am also independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001*, and confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Responsibilities of the Directors for the financial report

The company's directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Corporations Act 2001*, the Corporations Regulations 2001 and Australian Accounting Standards, and for such internal control as the company's directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

The company's directors are also 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 management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of my auditor's report.



Sri Narasimhan
as delegate of the Auditor-General

29 April 2026

Queensland Audit Office
Brisbane