



Annual Report

2024-2025

Presented to members at the
27th Annual General Meeting

Sunday 21st September 2025

Venue : The Gallipoli Mosque Auditorium
15/19 Gelibolu Parade, Auburn NSW 2144

ABN 557 7358 1754
ACL 465922

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Our Values

Vision

To provide equitable, ethical and sustainable Islamic finance.

Mission

Establishing an Islamic Financial System that promotes a fair, collaborative, and sustainable future for members of our community.

Faith

Faith drove ICFAL to its existence. We base all our activities within the bounds of Shariah



Trust & Transparency

We know how much trust is placed on us for Shariah Compliant products. Every step taken by ICFAL are trustworthy and kept transparent.

Community

We believe community plays an important role in the well being of an individual. All of ICFAL's financing and investments are aimed at the development of the community



Sustainability

Sustainability is one of our primary objectives with our investments. This is why we support projects that reap benefits for a lifetime.



Chairman's Message

Assalaamualaykum wa rahmatullahi wa barakaatuh,

Dear Members and Stakeholders,

In the name of Allah, the Most Gracious, the Most Merciful.

On behalf of the Board of Directors, I am honoured to present the Annual Report of 2025 that marks our 27th anniversary as a trusted Islamic finance co-operative. Our journey, guided by the principles of equity, ethics, and sustainability, has seen us grow into a community of over 5,400 members, united by a shared goal. We are more than a financial institution; we are a collective, and our success is a testament to your trust and dedication to lead shariah compliant islamic finance in Australia.

This past year has been one of consolidation and stable growth. After a period of high-volume refinancing activity in the previous year, which brought with it a surge in one-off profits, we have returned to a more normalized operating environment. This period has given us a clearer look at our core business fundamentals, and I am pleased to report that the foundation remains strong. Our Net Profit for the year was a solid \$1.6 million, a slight increase of 1% year-on-year, demonstrating the resilience of our model.

Our steady performance has consistently delivered a 3% dividend to our members over the past five years, a direct reflection of our commitment to sharing the rewards of our collective success. This year, we are pleased to announce an increased dividend of 3.35%, further demonstrating our dedication to delivering value to our members.

Our commitment extends beyond financial products. This year, we strengthened our role within the broader community through strategic collaborations and active participation. We remained engaged with key industry bodies, focused our marketing efforts on community outreach, and took part in a variety of events — including those with our members, the wider Muslim community, universities, Islamic convention, and educational seminars. These initiatives reflect our dedication to fostering meaningful connections and supporting the communities we serve.

Our investment focus remains steadfastly on secure Australian residential properties. We are proud to be Australia's only 100% member-funded Islamic finance organization, which allows us to provide a unique riba-free financing system dedicated to building wealth for all our members. ICFAL is committed to the highest standards of probity and ethics to provide cost effective HALAL finance to satisfy your needs but not greed.

On behalf of the Board of Directors, I extend my heartfelt gratitude to the entire ICFAL team for their tireless efforts, the shariah board and to our members for your unwavering support. My sincere appreciation to the retiring Directors Br. Mamun Rashid and Br. Yaseen Deen. Please keep me and my family in your du'a.

This report will be presented at our 27th Annual General Meeting on Sunday, September 21, 2025, at The Gallipoli Mosque Auditorium, Auburn, Sydney.

Jazakum Allahu Khairan for your trust and support.
Allah bless you all,

Parvez Shah

Shah, Mustaque Parvez

Chairman, ICFAL

The Board of Directors



Parvez Shah
Chairman



Mamun Rashid
Secretary



Muhammad Khan
Director



Yaseen Dean
Director



Nashat Qadan
Director

Operational Team



Saquif Ahmed
Operations Manager



Farhad Khan
Financial controller



Muhammad Rashid
Member Service Officer



Ahmed Mosselhy
Portfolio Manager

Shariah Team



Dr. Imran Usmaani
Chairman of Shariah Board



Aref Khan
Sharriah Board Member



Yusuf Tang
Resident Shariah Board Member



Meezan Bank
Shariah Advisory



Mohammad Kammoun
Legal Counsel

Key Results Financial

Year End June 2025

27

years of operation

Member of Business Council
of Co-operatives and Mutuals

Member Share Fund:

\$44.3m

\$1.6m

Net Profit

+1% Year on Year (YoY)



Members:

5,430

3.35%

Dividend

up from 3%

3%

5-year average
return per share



**Voted Best Islamic
Cooperative by
Members in IFN
Awards 2023, 3rd
in 2024**



Operational Updates

Financial Excellence:

ICFAL demonstrated notable financial resilience over the past year, navigating a challenging operating environment with strength and adaptability. Our revenue declined by 4% year-on-year to \$2.57 million. This contraction was expected, as the prior year's results were boosted by an unusually high level of member refinancing activity, which enabled us to capture one-off profits from share sales. In contrast, the 2024/25 financial year reflected a more normalised operating environment, providing a clearer picture of our underlying business fundamentals.

We continued to consolidate our cost discipline. Total expenses fell by 11% to \$966k, driven by reductions in operational and administrative costs, along with more efficient deployment of resources across the organisation. This focus on cost efficiency offset the impact of lower revenues and ensured that our operations remained both sustainable.


As a result, ICFAL delivered a stable performance, with net profit growing modestly by 1% to \$1.6 million. While profit growth was subdued compared to the previous year, it is significant given the absence of extraordinary refinancing gains. It reflects the underlying strength of our cooperative model and our ability to create enduring value.

Overall, these results reaffirm that ICFAL's model is strong and deeply relevant to the community we serve. We remain committed to building on this foundation by enhancing member value, improving operational efficiency, and positioning ICFAL for sustainable long-term growth that aligns with the needs of our members and stakeholders.



Strategic Overview

ICFAL's commitment to engaging with and supporting our community is a cornerstone of our mission. Over the past year, we have actively participated in various events and initiatives, strengthening our presence and fostering meaningful connections. Our involvement in these events demonstrates our dedication to promoting Islamic finance and enhancing financial literacy within the community. The following are some of the events we have conducted or participated in:



SPirituality of COOPERATION AND ECONOMIC CHANGE
Tuesday 10 June 2025
7pm AEST

2025

ICFAL

"It was inspiring to feature on such a diverse panel, a true reflection of the cooperative spirit that transcends faiths and brings communities together."

Mr. Nashat Qadan
Director, ICFAL

The Spirituality of Co-operation and Economic Change. ICFAL collaborated with other faith based co-ops. Contributing to faith-inspired, community-driven economic change. Extremely well received.

Deciphering Stock Markets The Halal Way

WEBINAR

Deciphering Stock Markets The Halal Way

Tuesday, 24th June
7:30 PM – 9:00 PM (AEST)

[Register for free](#)

The Bigger Picture

Focus on compounding returns

ICFAL

ICFAL Investments

4%

96%

Property Car

96% of our funds are invested in secure residential property

4% of our funds are invested in innovative shariah compliant car finance exclusive to our members

Secure

Our assets are secured by Australian real estate, offering security for our member funds.

Stable

We generate monthly rental income and profits from the sale of shares in our properties.

Safe

ICFAL holds the first charge over the properties we invest in, ensuring your funds are protected, the rare event of a default, we have the ability to sell the property to recover our investment.

Refining our marketing to position ICFAL as a trusted driver of stable wealth growth

Through these events and initiatives, ICFAL continues to strengthen its community presence, demonstrating our unwavering commitment to promoting Islamic finance and enhancing financial literacy across diverse audiences.

General Member Fund

Focusing on the long term

ICFAL

Live Risk. Live Reward.

Key Performance Indicators

Profitability and demand for ICFAL financing remains strong despite challenging economic conditions. Cost-of-living pressures led some members to redeem funds to meet financial needs, while others sought higher returns through riskier investments or pursued housing finance with other organisations.

To address these challenges, ICFAL has evolved its strategy to reinforce its position as a solid and reliable investment option. This includes improving transparency and communication on financial performance and strengthening education initiatives that empower members to make informed financial decisions. In addition, ICFAL has deepened its community collaboration efforts by supporting programs that promote financial literacy, long-term wealth building, and mutual support within our membership base. Together, these initiatives are designed to spread the ICFAL brand, enhance trust, and ensure that ICFAL remains a resilient institution capable of serving both current and future generations.

We are also pleased to report that ICFAL memberships continue to grow across Australia, with particularly strong support among younger age groups. We continue to see a long-term trend of our membership base becoming younger, reflecting both the strong appeal of ICFAL's financing model and the success of our efforts to engage with the younger generations in our community. This shift towards a younger membership base has contributed to overall membership growth, although with a lower average contribution per member.

The positive Net Profit growth of 1% in this financial year vs 19% the previous year shows continued strong performance of the ICFAL model as the prior year's results were boosted by an unusually high level of member refinancing activity, which enabled us to capture one-off profits from share sales. In contrast, the 2024/25 financial year reflected a more normalised operating environment, providing a clearer picture of our underlying business fundamentals.

Key performance Indicators

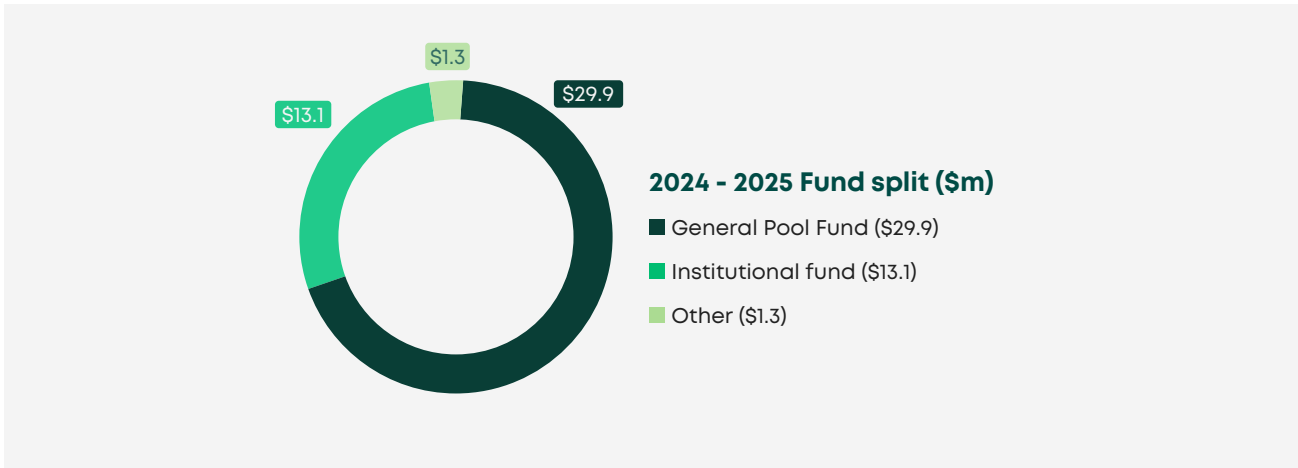
Growth Data 2024-2025				Growth Data 2023-2024		
	Change	Full Year	%	Change	Full Year	%
Member Accounts	192	5,430	4%	285	5,238	6%
Fund ('000)	(\$5,882)	\$44,320	(12%)	\$2,419	\$50,202	(5%)
Gross Income ('000)	(113)	\$2,568	(4%)	381	\$2,681	17%
Expenses ('000)	(122)	\$966	(11%)	130	\$1,088	14%
Net Profit ('000)*	10	\$1,603	1%	251	\$1,593	19%

Commentary

- Gross incomes were lower -4%, -\$113k year on year (YoY) due to reduced profit on share sales.
- Expenses were also lower -11%, -\$122k (YoY) driven by reductions in operational and administrative costs, along with better deployment of resources across the organisation.

Key Performance Indicators

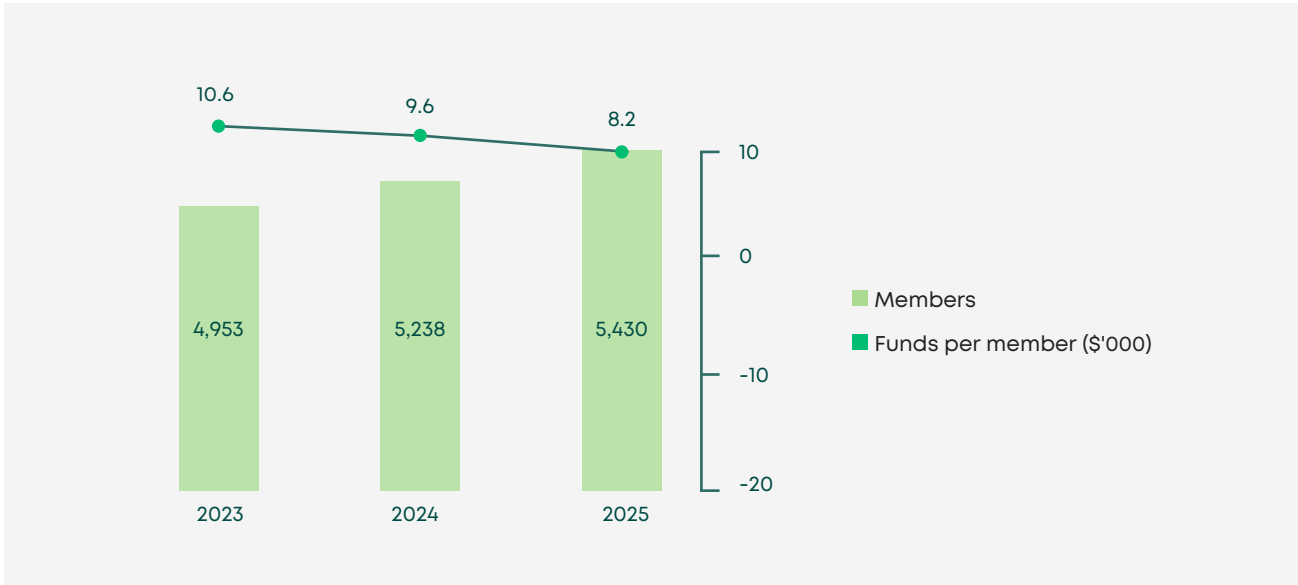
General membership funds remains our largest funding source.



The funds contributed per member have slightly decreased as we focus on expanding our membership among the younger generation.

Number of members and funds per member (\$'000)

	2023	2024	2025
Member	4953	5238	5430
Funds per members (\$'000)	10.6	9.6	4%
Funds ('000)	\$52,621	\$50,202	\$44,320



Budget FY 25-26

	Actual 2025	Budget 2026
Member Share Funds	44,305,194	45,000,000
Revenue		
Income - Musharakah and Murabaha finance	1,794,118	1,861,041
Profit on share sales	654,332	758,680
Other Income	23,105	23,600
Gross profit (Excludes unrealised gains)	2,471,555	2,643,321
Unrealised gain and/ revaluation gains	96,880	50,000
Total Revenue	2,568,435	2,693,321
Per \$100 share		
Expenses		
Wages	320,548	335,000
Fixed Cost Share	197,279	200,000
Directors Fees	75,000	80,000
Insurance	62,780	54,000
Marketing & Promotions	49,884	50,000
IT /Web/Internet expenses	41,629	45,000
Legal, Professional and Consultancy fees	35,551	44,000
Depreciation-All	41,331	41,500
Superannuation contributions - Employees	36,691	40,200
Responsible Manager Consultancy	36,000	36,000
Office - General Expense	24,075	25,050
Seminar/Meeting/Traning	10,590	20,000
Telephone	11,963	10,000
Membership and subscriptions	10,813	10,000
Documentation Expenses	5,010	4,500
Auditing Fees	5,800	4,500
Professional services fee	864	1,000
Total Expenses	965,808	1,000,750
Net Profit	1,602,627	1,692,572

Islamic Co-operative Finance Australia Limited

ABN 557 7358 1754
ACL 465922

Financial Report

FOR THE YEAR ENDED 30 JUNE 2025

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Islamic Co-Operative Finance Australia Limited

For the year ended 30 June 2025

Statement of Income and Expenditure			
	Notes	Year ended (30 Jun 25)	Year ended (30 Jun 24)
Revenues from continuing operations	2	2,471,555	2,635,341
Gross Profit		2,471,555	2,635,341
Office Maintenance Expenses	4	1,640	1,169
Administrative Expenses	5	515,714	580,282
Selling Expenses	6	49,884	48,244
Other Operating Expenses	7	41,331	48,433
Personnel Expenses	8	357,239	410,275
Expenses from continuing operations		965,808	1,088,403
Total Expenses from continuing operations		965,808	1,088,403
Profit Before Tax for the Year		1,505,747	1,546,938
Unrealised Revenue from Musharakah Finance Review	3	75,072	46,093
Other Comprehensive Income			
Asset revaluation increase		21,808	-
Total Comprehensive Profit Before Tax for the Year		1,602,627	1,593,031

The Statement of income and expenditure is to be read in conjunction with the notes to the financial statements set out on pages 8 to 14.

Islamic Co-Operative Finance Australia Limited

As at 30 June 2025

Statement of Financial Position			
	Notes	As at 30 Jun 25	As at 30 Jun 24
Current Assets			
Cash and cash equivalents	9	1,220,984	1,925,908
Trade and Other Receivables	10	14,525	19,910
Total current assets		1,235,509	1,945,818
Investment			
	11	45,029,847	50,184,008
Non-current assets			
Property, Plant and Equipment	12	810,236	829,081
Total non-current assets		810,236	829,081
Total assets		47,075,592	52,958,907
Liabilities			
Payables	13	189,373	201,245
Members Fund	14	44,320,194	50,202,054
Provision	15	1,451,324	1,537,787
Total liabilities		45,960,891	51,941,086
Net Assets		1,114,701	1,017,821
Equity			
Equity - Retained Income	16	157,753	157,753
Revaluation Reserve		956,948	860,068
Total Equity		1,114,701	1,017,821

The Balance Sheet is to be read in conjunction with the notes to the financial statements set out on pages 8 to 14.

Islamic Co-Operative Finance Australia Limited

As at 30 June 2025

Changes in Equity	
	30 Jun 25
Retained income at the beginning of the financial year - July 2024	157,753
Net surplus attributed for the year	1,505,747
Dividend provision	(1,505,747)
Asset Revaluation Reserve	956,948
Closing Equity	1,114,701

The Statement of Changes in Equity is to be read in conjunction with the notes to the financial statements set out on pages 8 to 14.

Statement of Cash Flows	
	30 Jun 25
Cash flows from Operating Activities	1,541,979
Net Cash Flow from Investing Activities	5,311,688
Net Cash Flow from Financing Activities	(7,558,591)
Net Increase (Decrease) for the period	(704,924)
Cash at the Beginning of the period	1,925,908
Cash at the End of the period	1,220,984

The Statement of Cash Flows is to be read in conjunction with the notes to the financial statements set out on pages 8 to 14.

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements

As at 30 June 2025

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

ISLAMIC CO-OPERATIVE FINANCE AUSTRALIA LIMITED is a cooperative registered in New South Wales, Victoria, the Australian Capital Territory, Queensland and Western Australia

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

Basis of Preparation

The financial statements have been prepared on the basis that the cooperative is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Corporations Act 2001, and the following applicable Australian Accounting Standards:

AASB 101 Presentation of Financial Statements

AASB 107 Statement of Cash Flows

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB110 Events after the Balance Sheet Date;

AASB117 Leases

AASB1031 Materiality

AASB 1048 Interpretation and Application of Standards

The financial report has been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The material accounting policies that have been adopted in the preparation of this report are as follows

Accounting Policies

a. Income Tax

The charge for current income tax expenses is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance sheet date.

b. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation. Property, plant and equipment, and intangible assets costing \$5000 and above individually (or forming part of a network valued at more than \$5000) are capitalised.

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

Property

ICFAL owns a unit in the 12/ 55 Phillip Street, Parramatta, NSW, 2150 building complex. The buildings are shown at the fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction). The building was independently revalued in June 2024. The next comprehensive valuation would be done in 2027 in accordance with the accounting standards.

Plant and equipment

Plant and equipment are measured on the cost basis. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts. Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a straight-line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant and equipment	5-10%
Leased plant and equipment	10%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

c. Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to entities in the economic entity are classified as finance leases. Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period. Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

d. Financial Assets

Recognition

Financial assets are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Available-for-sale financial assets

All investments are classified as available-for-sale financial assets. Available-for-sale financial assets are reflected at fair value unless the fair value cannot be reliably measured. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

e. Account Receivables

Receivables comprise of amounts owed to ICFAL from members who may be in financial hardship such as the loss of income. ICFAL undertakes periodic monitoring of its receivables and ensures it has appropriate actions plan in place to deal with its account receivables.

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

f. Intangibles

ICFAL recognises intangible assets only if it is probable that future economic benefits will flow to the entity and the cost of the asset can be reliably measured. Intangible assets are measured initially at cost. Where an asset is acquired at no or nominal cost, the cost is its fair value as at the date of acquisition.

g. Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

h. Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

i. Cash and Cash Equivalents

Cash and cash equivalents includes 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.

j. Revenue

ICFAL generates revenue from its diversified products. Majority of its revenue is generated from the rental income of ICFAL's share from the invested properties (Musharakah). Revenue is also recognised from the purchase of ICFAL's share by the member as specified in the Financial Schedule. The other products that contribute to the total revenue of ICFAL is Murabaha.

k. Unrealised Gains and Losses

On a case by case basis, ICFAL may conduct revaluations of Musharakah finance investments to align with market conditions. Any changes in the value of Musharakah finance investments are treated separately as unrealised gains and losses on the Profit and Loss statement and under the Asset Revaluation Reserve in equity respectively.

l. 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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

m. Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy.

n. Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

NOTE 2: SALES REVENUE

	2025	2024
Car Park Rental	3,200	3,000
Income - Murabaha and Musharakah Finance	1,794,118	1,759,460
Other Income (Loan registration fees)	14,825	35,438
Membership Account Opening Fee	5,080	14,680
Profit on share sales	654,332	822,763
Total Revenue and Collections	2,471,555	2,635,341

NOTE 3: UNREALISED REVENUE

Unrealised gain**	75,072	46,093
This is the gain arising from the review of finance investments as explained under note 1(k) above.	75,072	46,093

NOTE 4: OFFICE MAINTENANCE EXPENSES

Council Rates	765	803
Light & Power	875	366
	1,640	1,169

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

NOTE 5: ADMINISTRATIVE EXPENSES

Auditing Fees	5,800	3,800
Directors Fees	75,000	75,000
Documentation Expenses	5,010	4,442
Fixed Cost Share	197,279	193,951
IT /Web/Internet expenses	41,629	47,564
Insurance	62,780	93,055
Legal and Consultancy fees	35,551	44,485
Office -General Expenses	7,094	8,608
Postage	62	422
Printing and Stationery	1,878	2,824
Professional services fee	864	19,316
Responsible Manager Consultancy	36,000	34,000
Member Events	10,590	16,366
Strata-Office	12,831	7,964
Telephone	11,963	17,217
Repair, Maintenance & Cleaning	570	1,820
Corporate membership & subscriptions	10,813	9,448
	515,714	580,282

NOTE 6: SELLING EXPENSES

Marketing & Promotions	49,884	48,244
	49,884	48,244

NOTE 7: OTHER OPERATING EXPENSES

Depreciation	41,331	48,433
	41,331	48,433

NOTE 8: EMPLOYEE ENTITLEMENTS

Superannuation contributions - Employees	36,691	38,575
Wages	320,548	371,700
	357,239	410,275
Total Expenses	965,808	1,088,403

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

NOTE 9: CASH ASSETS

Westpac	1,220,324	1,925,248
Investment -Other	660	660
	1,220,984	1,925,908

NOTE 10: RECEIVABLES

Accounts Receivable and prepayments	14,525	19,910
	14,525	19,910

NOTE 11: INVESTMENTS

Murabaha and Musharaka Finance	44,815,847	49,970,008
Asset Revaluation Account	214,000	214,000
	45,029,847	50,184,008

NOTE 12: PROPERTY, PLANT AND EQUIPMENT

Computer Printer and office equipment	5,897	5,218
Less accumulated depreciation-Computer and others	(2,604)	(1,180)
Building at fair Value (Gross)	311,999	311,999
Less accumulated depreciation-Buildings	(98,187)	(90,387)
Revaluation Reserve of Building	406,188	384,380
Furniture and fittings at cost	25,243	25,243
Less accumulated depreciation - furniture and fittings	(8,068)	(6,261)
Intangible Asset Salesforce	236,124	236,124
Intangible Asset (Regulatory & Compliance)	67,382	67,382
Intangible Asset (Product Development)	10,992	10,992
Less accumulated depreciation - Intangible assets	(144,730)	(114,429)
	810,236	829,081

Islamic Co-Operative Finance Australia Limited

Notes to the Financial Statements (For the year ended 30 June 2025)

NOTE 13: PAYABLES

Qard Hasan	10,692	10,692
Superannuation Payable	9,617	10,461
Unidentified fund	111,196	109,042
Staff Liability Fund	37,292	37,292
Wages Payable - Payroll	9,736	7,100
Accruals	3,367	2,847
Trade creditors	7,473	23,811
	189,373	201,245

NOTE 14: Member Funds

General Pool Fund	29,940,244	34,230,361
Hajj Fund	361,695	338,847
Child Education Fund	933,059	820,256
Institutional fund	13,085,196	14,812,590
	44,320,194	50,202,054

NOTE 15: PROVISIONS

Provision for dividends	1,451,324	1,537,787
	1,451,324	1,537,787

NOTE 16: EQUITY

Retained Income at the Beginning of the Year	157,753	157,753
Profit Before Tax for the Year	1,505,747	1,546,938
Dividend provision	(1,505,747)	(1,546,938)
Retained Income at the end of the year	157,753	157,753
Revaluation Reserve	956,948	860,068
Total Equity	1,114,701	1,017,821

Islamic Co-Operative Finance Australia Limited

Director's Declaration

For the year ended 30 June 2025

The directors of the company declare that:

The financial statements and notes attached, are in accordance with the Corporations Act 2001:

- (a) Comply with Accounting Standards and the Corporations Regulations Law; and
- (b) Give a true and fair view of the financial position as at 30/06/2025 and of the performance for the year ended on that date of the company and economic entity.
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.

This statement is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the directors by:

Director:



Dated :

Independent Audit Report to the Members of ISLAMIC CO-OPERATIVE FINANCE AUSTRALIA LIMITED

Report on the Audit of the Financial

Report Opinion

We have audited the accompanying financial report of ISLAMIC CO-OPERATIVE FINANCE AUSTRALIA, which comprises the statement of financial position as of 30 June 2025, the statement of comprehensive income, the statement of changes in equity, and the statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is by the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Group's financial position as of 30 June 2025 and its financial performance for the year ended; and
- (ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit by 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 Group by the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities according to the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of the most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Responsibilities of Directors for the Financial Report

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report 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 it is not a guarantee that an audit conducted by 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 based on the financial report.

As part of an audit by the Australian Auditing Standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determined those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in scarce circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations ACT 2001:

Report on the Financial Statement

Opinion on the Financial Statement

We have audited the Financial Statement of the directors' report for the year ended 30 June 2025.

In our opinion, the Financial Statement of ISLAMIC CO-OPERATIVE FINANCE AUSTRALIA, for the year ended 30 June 2025, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The Company directors are responsible for preparing and presenting the Financial Statement under section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Financial Statement, based on our audit conducted by Australian Auditing Standards.



Peter Wyatt
Company Auditor: 3209

Dated: 30/08/2025

