INDEPENDENT AUDITOR'S REPORT

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Audit Office of South Australia

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To the Chief Executive, Department of Primary Industries and Regions
Rural Industry Adjustment and Development Fund

Opinion

I have audited the financial report of the Rural Industry Adjustment and Development Fund for the financial year ended 30 June 2025.

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Rural Industry Adjustment and Development Fund as at 30 June 2025, its financial performance and its cash flows for the year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards – Simplified Disclosures.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2025
- a Statement of Financial Position as at 30 June 2025
- a Statement of Changes in Equity for the year ended 30 June 2025
- a Statement of Cash Flows for the year ended 30 June 2025
- notes, comprising material accounting policy and other explanatory information
- a Certificate from the Chief Executive and the Chief Financial Officer.

Basis for opinion

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and 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 Rural Industry Adjustment and Development Fund. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the audit, the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* have been met.

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

Responsibilities of the Chief Executive for the financial report

The Chief Executive is responsible for the preparation of the financial report that gives a true and fair view in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards – Simplified Disclosures, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Chief Executive is responsible for assessing the entity's ability to continue as a going concern, taking into account any policy or funding decisions the government has made which affect the continued existence of the fund. The Chief Executive is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the assessment indicates that it is not appropriate.

Auditor's responsibilities for the audit of the financial report

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987* and section 14(2) of the *Rural Industry Adjustment and Development Act 1985*, I have audited the financial report of the Rural Industry Adjustment and Development Fund for the financial year ended 30 June 2025.

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 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.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Rural Industry Adjustment and Development Fund's internal control

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive
- conclude on the appropriateness of the Chief Executive's 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 entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity 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.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Chief Executive about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.

Daniel O'Donohue
Deputy Auditor-General

26 September 2025

Rural Industry Adjustment and Development Fund

Financial Statements

For the year ended 30 June 2025

Rural Industry Adjustment and Development Fund
Certification of Financial Statements
for the year ended 30 June 2025

We certify that the:

- financial Statements of the Rural Industry Adjustment and Development Fund:
  - are in accordance with the accounts and records of the Rural Industry Adjustment and Development Fund;
  - comply with relevant Treasurer's Instructions;
  - comply with relevant accounting standards; and
  - present a true and fair view of the financial position of the Rural Industry Adjustment and Development Fund at the end of the financial year and the result of its operation and cash flows for the financial year.
- internal controls employed by the Rural Industry Adjustment and Development Fund for the financial year over its financial reporting and its preparation of financial statements have been effective.

Professor Mehdi Doroudi PSM
Chief Executive
Department of Primary Industries and Regions
23 September 2025

Will Kent
Chief Financial Officer
Department of Primary Industries and Regions
23 September 2025

Rural Industry Adjustment and Development Fund
Statement of Comprehensive Income
for the year ended 30 June 2025

		2025	2024
		$'000	$'000
Income			
Interest		1 122	1 098
Resources received free of charge	3.1	8	-
Total income		**1 130**	**1 098**
Expenses			
Auditor's remuneration		4	4
Total expenses		**4**	**4**
Net result		**1 126**	**1 094**
Total comprehensive result		**1 126**	**1 094**

The accompanying notes form part of these financial statements.

The net result and total comprehensive result are attributable to the SA Government as owner.

Rural Industry Adjustment and Development Fund
Statement of Financial Position
as at 30 June 2025

	Note	2025 $'000	2024 $'000
Current assets			
Cash and cash equivalents	4.1	28 311	27 181
Receivables	4.2	86	94
Total current assets		**28 397**	**27 275**
Total assets		**28 397**	**27 275**
Current liabilities			
Payables	5.1	-	4
Total current liabilities		**-**	**4**
Total liabilities		**-**	**4**
Net assets		**28 397**	**27 271**
Equity			
Retained earnings		28 397	27 271
Total equity		**28 397**	**27 271**

The accompanying notes form part of these financial statements. The total equity is attributable to the SA Government as owner.

Rural Industry Adjustment and Development Fund
Statement of Changes in Equity
for the year ended 30 June 2025

	Retained earnings $'000	Total equity $'000
Balance at 1 July 2023	26 177	26 177
Net result for 2023-24	1 094	1 094
Total comprehensive result for 2023-24	**1 094**	**1 094**
Balance at 30 June 2024	**27 271**	**27 271**
Net result for 2024-25	1 126	1 126
Total comprehensive result for 2024-25	**1 126**	**1 126**
Balance at 30 June 2025	**28 397**	**28 397**

The accompanying notes form part of these financial statements.

All changes in equity are attributable to the SA Government as owner.

Rural Industry Adjustment and Development Fund
Statement of Cash Flows
for the year ended 30 June 2025

	Note	2025 $'000	2024 $'000
Cash flows from operating activities			
Cash inflows			
Interest received		1 130	1 089
Cash generated from operating activities		**1 130**	**1 089**
Cash (outflows)			
Auditor's remuneration		-	(4)
Cash used in operating activities		**-**	**(4)**
Net cash provided by / (used in) operating activities		**1 130**	**1 085**
Net increase / (decrease) in cash and cash equivalents		**1 130**	**1 085**
Cash and cash equivalents at the beginning of the reporting period		27 181	26 096
Cash and cash equivalents at the end of the reporting period		**28 311**	**27 181**

The accompanying notes form part of these financial statements.

1. About the Rural Industry Adjustment and Development Fund

The Rural Industry Adjustment and Development Fund (the Fund) is established pursuant to the *Rural Industry Adjustment and Development Act* 1985, administered by the Minister for Primary Industries and Regional Development and is controlled by the Crown. The Department of Primary Industries and Regions (PIRSA) provides administrative support services to the Fund.

1.1. Basis of preparation

The financial statements are general purpose financial statements prepared in compliance with:

- section 23 of *the Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the *Public Finance and Audit Act 1987*; and
- relevant Australian Accounting Standards applying simplified disclosures.

The financial statements are prepared based on a 12-month reporting period and presented in Australian currency. The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

The Fund has applied Australian Accounting Standards that are applicable to not-for-profit entities, as the Fund is a not-for-profit entity.

The Fund is not subject to Income Tax. The Fund is liable for Goods and Services Tax (GST). GST collections and payments are carried out by the PIRSA on behalf of the Fund. GST in relation to the Fund is reported in the PIRSA Administered Financial Statements.

1.2. Objectives of the Fund

The Fund was established under the *Rural Industry Adjustment and Development Act 1985.*

The primary purpose of the Fund is to provide loans and grants, at Ministerial discretion, to develop a farm, adjust farming methods or to undertake a project or research for the benefit of farmers.

2. Key management personnel

2.1. Key management personnel

Key management personnel of the Fund include the Minister who has responsibility for the strategic direction and management of the Fund.

The Minister's remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account (via the Department of Treasury and Finance) under section 6 of the *Parliamentary Remuneration Act 1990*.

Transactions with key management personnel and other related parties

There were no transactions with key management personnel and other related parties entered into by the Fund.

3. Income

3.1. Resources received free of charge

	2025 $'000	2024 $'000
Audit Office of South Australia	8	-
Total resources received free of charge	**8**	**-**

Contributions of services are recognised as income only when a fair value can be determined reliably, and the services would have been purchased if they had not been donated.

The Fund receives audit services from the Audit Office of South Australia free of charge.

4. Financial assets

4.1. Cash and cash equivalents

	2025 $'000	2024 $'000
Deposits with the Department of Treasury and Finance	28 311	27 181
Total cash and cash equivalents	**28 311**	**27 181**

Interest
The Fund's deposit account earns a floating interest rate based on daily bank deposit rates.

4.2. Receivables

Receivables represent June 2025 interest accrued on accounts held with the Treasurer.

5. Liabilities

5.1. Payables

All payables are measured at their nominal amount, are unsecured and are normally settled within 15 days from the date of the invoice or date the invoice is first received.

6. Outlook

6.1. Events after the reporting period

No events have occurred after balance date that would affect the financial statements of the Fund as at 30 June 2025.

7. Measurement and risk

7.1. Financial instruments

The Fund's financial instruments include cash and are measured at amortised cost. The Fund's liabilities are statutory payables.

The Fund has minimal concentration of credit risk. The Fund has policies and procedures in place to ensure that transactions occur with customers with appropriate credit history. The Fund does not engage in high-risk hedging for its financial assets.

In relation to liquidity/funding risk, the continued existence of the Fund in its present form, and with its present programs, is dependent on State Government policy.