CANBERRA POTTERS
ABN 65 491 135 689

Watson Arts Centre

Financial Statements

For the year ended 31 December 2025

Grainger | Accounting

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Watson Arts Centre

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CANBERRA POTTERS SOCIETY INC
ABN 65 491 135 689

INDEPENDENT AUDITOR'S REPORT

Scope

We have audited the financial report, being a special purpose financial report for the year ended 31 December 2025.The Board is responsible for the financial report and have determined that the accounting policies used are consistent with the financial reporting requirements of the society and are appropriate to meet the needs of the members. We have conducted an independent audit of the financial report in order to express an opinion on it to the members. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly.

The audit opinion expressed in this report has been formed on the above basis.

Audit opinion

In our opinion, the financial report presents fairly, in accordance with the accounting policies applied to the financial statements, the financial position of Canberra Potters Society as at 31 December 2025 and the results of its operations for the year then ended.

Date: 8 April, 2026

Firm: GRAINGER ACCOUNTING

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Terence Grainger, FCPA

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Statement of Financial Performance

For the year ended 31 December 2025

	2025 $	2024 $
Operating surplus (deficit)	(52,127.44)	(13,864.55)
Income tax (credit) attributable to operating profit (loss)		
Operating profit (deficit) after income tax	**(52,127.44)**	**(13,864.55)**
Retained surplus at the beginning of the financial year	733,447.95	747,312.50
Total available for appropriation	681,320.51	733,447.95
Retained surplus at the end of the financial year	**681,320.51**	**733,447.95**

The accompanying notes form part of these financial statements.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Operating Account

For the year ended 31 December 2025

	2025 $	2024 $
Income		
Sales Clay	45,527.08	44,827.47
Sales Equipment / Accessories	31,978.83	30,275.27
Total Trading Income	**77,505.91**	**75,102.74**
Cost of Inventory		
Add:		
Opening Stock - Clay	12,242.82	11,190.00
Opening Stock - Other	14,113.44	8,912.00
Stock Purchases - Clay	34,180.71	37,246.77
Stock Purchases - Other	24,487.55	20,196.15
	85,024.52	77,544.92
Less:		
Closing Stock - Clay	9,096.51	12,242.82
Closing Stock - Other	20,231.36	14,113.44
	29,327.87	26,356.26
Cost of Inventory	**55,696.65**	**51,188.66**
Gross Surplus	**21,809.26**	**23,914.08**

The accompanying notes form part of these financial statements.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Detailed Statement of Financial Performance

For the year ended 31 December 2025

	2025 $	2024 $
Income		
Trading profit	21,809.26	23,914.08
Membership Events	21,997.20	15,812.47
Workshop / Classes	728,766.30	625,652.47
Kiln Firing Fees	62,606.49	66,878.03
Watson Arts Centre Income	55,959.58	59,805.75
Shop Commissions	30,968.46	16,814.95
Membership Income	35,299.64	35,282.74
Donations	325.90	2,591.18
Interest received	12,153.81	16,656.12
Grant Income		
- Grants ACT	210,125.00	225,294.00
	210,125.00	225,294.00
Total income	1,180,011.64	1,088,701.79
Expenses		
Operating Expenses		
- Accountancy / Audit Fees	4,801.78	3,824.54
- Bank Fees & Charges	1,473.58	660.11
- Bank Merchant Fees	22,731.74	18,427.72
- Bookkeeping Expenses	19,837.50	435.27
- Cleaning	9,165.44	8,439.96
- Computer Expense	10,000.23	7,806.13
- Depreciation	41,852.00	29,037.00
- Electricity	20,365.37	15,026.61
- Grant Acquital Expenditure		21,837.74
- Insurance	10,215.50	8,821.38
- Office Photocopier	5,594.68	6,307.21
- Printing & Postage	2,096.67	877.87
- Rates	4,827.90	4,206.79
- Repairs & Maintenance Buildings	6,697.67	3,391.89
- Repairs & Maintenance Grounds	7,418.18	6,726.32
- Security Costs	1,357.85	1,069.05
- Stationery Office Consumables	2,163.77	1,617.04

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Detailed Statement of Financial Performance

For the year ended 31 December 2025

	2025 $	2024 $
- Staff Amenities	2,643.25	996.11
- Staff - Health & Safety	403.45	1,619.18
- Subscriptions	2,189.53	745.32
- Sundry Expenses	2,219.47	3,345.85
- Telephone & Internet	1,910.90	2,599.66
- Travel / Parking	27.14	109.77
- Waste Removal	5,643.68	6,535.54
	185,637.28	154,464.06
Workshop / Classes		
- Advertising & Promotion	6,308.66	20,716.72
- Contractors / Tutors	18,300.77	
- Bad Debts	468.18	
- Damaged Goods	182.97	137.77
- Internet & Website	9,152.06	4,279.55
- Minor Equipment purchase	1,702.29	
- Reference Materials		181.32
- Workshop Expenses	64,917.56	71,379.44
	101,032.49	96,694.80
Programs & Events		
- Membership Events	12,248.77	9,030.98
- CPS Sponsored Events	7,001.94	467.88
- Watson Arts Centre Events	1,281.66	4,617.48
- Artist in Residence	11,662.01	5,305.20
	32,194.38	19,421.54
Employment Expenses		
- Salaries & Wages	824,126.28	715,369.76
- Staff Annual Leave	(32,043.93)	936.93
- Staff Long Service Leave	(26,764.91)	11,267.16
- Superannuation	91,095.12	80,847.97
- Staff Other Expenses		413.03
- Staff Legal Expenses	14,493.00	
- Staff Recruitment / Contracts	10,825.00	
- Staff Training / Licences	1,553.60	
- Workers Compensation Insurance	29,990.77	23,151.09
	913,274.93	831,985.94
Total expenses	1,232,139.08	1,102,566.34

The accompanying notes form part of these financial statements.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Detailed Profit and Loss Statement

For the year ended 31 December 2025

	2025 $	2024 $
Profit (Loss) from Ordinary Activities before income tax	**(52,127.44)**	**(13,864.55)**

The accompanying notes form part of these financial statements.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Detailed Statement of Financial Position as at 31 December 2025

	Note	2025 $	2024 $
Current Assets			
Cash Assets			
Bank CBA Chq Account		142,724.18	41,226.98
Bank CBA Savings		155,209.13	333,668.04
Bank CBA Term Deposit		5,000.00	318,097.99
Bank MAQ Savings		304,335.92	
Cash on hand		231.70	300.00
		607,500.93	693,293.01
Receivables			
Receivables		2,510.00	1,177.50
		2,510.00	1,177.50
Inventories			
Raw materials		9,096.51	12,242.82
Stock on Hand		20,231.36	14,113.44
		29,327.87	26,356.26
Total Current Assets		**639,338.80**	**720,826.77**

The accompanying notes form part of these financial statements.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Detailed Statement of Financial Position as at 31 December 2025

	Note	2025 $	2024 $
Non-Current Assets			
Property, Plant and Equipment			
Leasehold Improvements		108,716.48	108,716.48
Less: Accumulated depreciation		(79,367.10)	(75,243.10)
Fixtures & fittings		24,905.84	22,767.44
Less: Accumulated depreciation		(19,060.30)	(17,910.30)
Plant & equipment		266,678.91	247,408.91
Less: Accumulated depreciation		(174,311.64)	(153,653.64)
Office equipment		40,579.01	38,406.51
Less: Accumulated depreciation		(36,397.11)	(31,285.11)
Software Development Pool		39,472.00	33,508.00
Less: Accumulated depreciation		(10,351.00)	
		160,865.09	172,715.19
Total Non-Current Assets		**160,865.09**	**172,715.19**
Total Assets		**800,203.89**	**893,541.96**

The accompanying notes form part of these financial statements.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Detailed Statement of Financial Position as at 31 December 2025

	Note	2025 $	2024 $
Current Liabilities			
Payables			
Unsecured:			
- Payables		14,264.65	19,722.34
- Sundry Creditors		14,654.22	
- Gift Vouchers Reclaimable		4,272.19	3,711.62
- Key/Cleaning Bonds Refundable		395.00	1,532.50
- Member Sales Payable		1,673.00	
		35,259.06	24,966.46
Current Tax Liabilities			
GST payable		22,413.83	13,835.38
PAYG Withholding Payable		13,360.00	14,879.00
Super Payable		10,412.36	10,166.20
		46,186.19	38,880.58
Provisions			
Employee entitlements		11,791.80	43,835.73
Long Service Leave Provision		25,646.33	52,411.24
		37,438.13	96,246.97
Total Current Liabilities		**118,883.38**	**160,094.01**
Total Liabilities		**118,883.38**	**160,094.01**
Net Assets		**681,320.51**	**733,447.95**
Equity			
Retained profits / (accumulated losses)		681,320.51	733,447.95
Total Equity		**681,320.51**	**733,447.95**

The accompanying notes form part of these financial statements.

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

The director has prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the director has 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 accrual basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

(a) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

(b) Loans and Receivables

Trade receivables are recognised initially at cost and are subsequently measured at cost less any provision for impairment. Most sales are made on the basis of normal credit terms and are not subject to interest. Where credit is extended beyond normal credit terms and is more than 12 months, receivables are discounted to their present value. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. A provision for impairment is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Other receivables include loans granted by the company and are discounted to present values using the interest rate inherent in the loan.

(c) Property, Plant and Equipment (PPE)

All property, plant and equipment except for freehold land and buildings are initially measured at cost and are depreciated over their useful lives on a straight-line basis. Depreciation commences from the time the asset is available for its intended use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The carrying amount of plant and equipment is reviewed annually by the director 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 not been discounted in determining recoverable amounts.

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 profit or loss during the financial period in which they are incurred.

(d) Impairment of Assets

At the end of each reporting period, property, plant and equipment, intangible assets and investments are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. The recoverable amount is the higher of the asset's fair value less costs of disposal and the present value of the asset's future cash flows discounted at the expected rate of return. If the estimated recoverable amount is lower, the carrying amount is reduced to the estimated recoverable amount and an impairment loss is recognised immediately in profit or loss.

(e) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period, which remain unpaid. The balance is recognised as a current liability. Trade and other payables are subject to normal credit terms (30–60 days) and do not bear interest.

(f) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the nominal amounts expected to be paid when the liability is settled, plus any related on-costs. Both annual leave and long service leave are recognised within the provisions.

(g) 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 balance sheet.

(h) Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue recognised related to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

(i) Leases

The company as lessee

At inception of a contract, the company assesses if the contract contains or is a lease under AASB 16 Leases. Where a lease exists, a right-of-use asset and a corresponding lease liability are recognised by the company where the company is a lessee. However, all contracts that are classified as short-term leases (i.e. lease with remaining lease term of 12 months or less) and leases of low value assets will be recognised as an operating expense on a straight-line basis over the term of the lease.

Initially, the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the company uses the incremental borrowing rate.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement day as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest.

Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the company anticipates exercising a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

The company does not act as a lessor in relation to lease contracts.

(j) 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). 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 components of investing and financing activities, which are disclosed as operating cash flows.

CANBERRA POTTERS ABN 65 491 135 689

Watson Arts Centre

Compilation Report to CANBERRA POTTERS

We have compiled the accompanying special purpose financial statements of CANBERRA POTTERS, which comprise the balance sheet as at 31 December 2025, the Statement of Profit and Loss for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1 to the financial statements.

The Responsibility of the Director

The director of CANBERRA POTTERS is solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the significant accounting policies used are appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our Responsibility

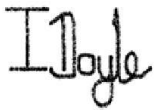
On the basis of information provided by the director, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies as described in Note 1 to the financial statements and APES 315 Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the significant accounting policies described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants (including Independence Standards).

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the director who is responsible for the reliability, accuracy and completeness of the information used to compile them. Accordingly, these special purpose financial statements may not be suitable for other purposes. We do not accept responsibility for the contents of the special purpose financial statements.



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8 April, 2026