DataGene

Solutions for Herd Development

Consolidated Financial Report for the year ended 30 June 2026

hotograph: Kerrie Anderson

DataGene is an independent, industry-owned organisation that delivers world-class herd improvement products and services to Australian dairy farmers and their service providers. Our members include leading herd improvement service providers, genetics suppliers, breed associations and peak dairy industry organisations.

DataGene Ltd

ABN: 78 613 579 614

Financial report

For the year ended 30 June 2026

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DATAGENE LTD
ABN: 78 613 579 614

DIRECTORS' REPORT

The Directors present their report together with the financial report of DataGene Ltd, the "Company", for the year ended 30 June 2026 and auditor's report thereon.

Directors names

The names of the Directors in office at any time during or since the end of the year are:

Tim Jelbart

Jeff Odgers

Alexander Ball

James (Jim) Bruce

Samantha Simpson

David Barber

Josie Zilm

The Directors have been in office since the start of the year to the date of this report unless otherwise stated.

Results

The surplus of the Company for the year after providing for depreciation, amortisation and income tax amounted to $51,307 (2025: $122,842 deficit).

Review of operations

During the 2025-26 financial year, the Company continued its principal activity of driving genetic gain and herd improvement in the Australian dairy industry by delivering independent genetic evaluation, national dairy data infrastructure and practical decision-support services. DataGene maintained delivery of its core services while progressing strategic priorities across genetic evaluation, data connectivity, platform modernisation, industry engagement and diversified service provision. The results of the Company's operations are disclosed in the attached financial statements.

DataGene continued to operate the national genetic evaluation system, Central Data Repository (CDR) and DataVat, together with associated tools and services including HerdData, Herd Platform, the Good Bulls App and Dairy Australia-funded farm data reports. Forty-three routine genetic evaluations, including three public releases of Australian Breeding Values were delivered during the year.

The core genetic evaluation program remained strong. Recommendations from the National Breeding Objective review were implemented with the December 2025 public ABV release, including updated economic weights for the principal indices, changes to the Health Weighted Index and an updated genetic base. A new Survival ABV model was also implemented in December 2025. The April 2026 public release introduced Sire Stillbirth and Maternal Stillbirth ABVs and changes to Jersey composite type traits. Improvements to the evaluation pipeline reduced the runtime of the genomic blending process by two days and halved its memory requirements.

Female genomic testing in 2025-26 grew compared to the 2024-25 period. During 2025-26, 62,609 female genomic samples were submitted for testing, exceeding the annual target of 50,000. Ginfo, the national genomic reference population, also exceeded its annual target for linear type evaluations. These activities strengthen the reliability of genomic Australian Breeding Values and support the development of evaluations for new and difficult-to-measure traits.

Progress on data connectivity and platform modernisation was mixed. DataConnect concluded during the March quarter after delivering the rebuilt Herd Data App, the Dairy Data Audit and the technical preparations to connect to external systems, but did not achieve its target of connecting 150 farms. DataGene progressed integration pathways with herd management and equipment systems, executed a data sharing agreement with EasyDairy and continued its work through the International Dairy Data Exchange Network (iDDEN). A target architecture review for the CDR and DataVat was completed, with technology recommendations and a phased approach to modernising the DataGene platform considered by the Board.

DataGene continued to deliver services and projects for external clients and industry partners. Work during the year included development, support and maintenance of the global methane database for Wageningen University, and WebConnect support services for the Council on Dairy Cattle Breeding.

The 2025-26 operating year was also a period of organisational transition. Dr Matthew Shaffer ceased as Chief Executive Officer during the year, Ross Joblin served as Interim Executive Officer, and Dr Emily Piper commenced as Chief Executive Officer in February 2026. The Board and management undertook strategy work to align on DataGene's core purpose, capability requirements and future priorities. This work informed the 2026-27 Annual Operating Plan, which places increased emphasis on female genomic testing, safeguarding and broadening data acquisition, modernising core technology, strengthening scientific capability and selectively pursuing adjacent opportunities that support Australian dairy farmers.

DIRECTORS' REPORT

DataGene delivered a surplus of $51,307 for the year ended 30 June 2026 (2025: $122,842 deficit). At 30 June 2026, cash and term deposits totalled $1,337,622 (2025: $1,366,079). The Company maintained a sound asset and equity position, with the reserve supporting risk management, operational continuity and strategic investment in people, infrastructure and industry services.

The Directors note that patent infringement proceedings remain in progress. During the year, DataGene continued to coordinate its defence with its legal team, insurers and the other respondents, filed a cross-claim challenging the patent, and prepared for and participated in court-ordered mediation in June 2026. The mediation did not result in settlement. The Company continues to vigorously defend the proceeding while remaining open to pursuing a settlement prior to trial if an acceptable outcome can be achieved.

Significant changes in state of affairs

There were no significant changes in the Company's state of affairs that occurred during the financial year, other than those referred to elsewhere in this report.

Short-term and long-term objectives and strategies

Vision, Mission and Strategic Priorities

The Company’s vision is to lead sustainable and profitable agriculture by facilitating data-driven decisions. DataGene supports Australian dairy farmers to improve the sustainability and profitability of their farms by delivering world-class genetic evaluation, data-driven decision-making tools, and software and professional services to the agricultural industry.

DataGene’s vision and mission are delivered by focusing on five strategic pillars:

1. Efficient data-driven decisions
2. Sustainability and animal performance through R&D and herd improvement
3. Promoting the value of herd improvement
4. Diversified and improved service provision
5. Service delivery

Strategic Pillar 1: Efficient data-driven decisions

DataGene continues to progress towards a data system that enables “single entry; multiple access”. Its role is to safeguard and integrate data from on-farm systems and industry databases and make those data available for genetic evaluation, reporting and decision support. Priorities include securing new data sources, maintaining critical herd test data flows, progressing iDDEN-related connections and implementing a phased modernisation of the CDR, DataVat, identity and consent-management environment.

Short-term and long-term objectives and strategies (Continued)

Strategic Pillar 2: Sustainability and animal performance through R&D and herd improvement

Genetic evaluation underpins sustainable genetic gain, herd improvement and animal performance. DataGene owns and manages Australia's national independent dairy genetic evaluation database and analysis service and is the sole entity calculating and supplying Australian-specific breeding values.

DataGene maintains Ginfo, the national genomic reference population, which supports the reliability of genomic Australian Breeding Values and the development of evaluations for traits that are difficult or expensive to measure. Priorities include defining the minimum data required for a high-quality evaluation, improving monitoring of the reference population and incorporating alternative data sources where they can strengthen evaluation quality.

Evaluations are publicly released three times a year in April, August and December, in line with internationally agreed Interbull release dates. Animal ABVs are also updated routinely for fee-paying customers, including genetics companies and herd owners who genomically test. Priorities include maintaining robust routine and public evaluations, transitioning toward a future single-step evaluation, improving existing ABVs, developing new traits and ensuring that reference-population investment is directed to data of greatest strategic value.

Strategic Pillar 3: Promoting the value of herd improvement

DataGene plays an important role in supporting farmers to breed higher performing, more profitable and sustainable dairy herds. Genomic testing and Australian Breeding Values are important tools farmers use to identify and breed high genetic merit animals. Much of DataGene's influence is via the herd improvement sector – genetics companies, semen resellers, genomic service providers, breeding and other advisors, herd test centres and breed associations.

Priorities include: the Good Bulls strategy, increasing the numbers of heifers genomically tested, supporting large herds with herd improvement.

Strategic Pillar 4: Improved and diversified services

DataGene is committed to improving and broadening services where this strengthens its dairy-industry mission and financial sustainability. This includes modernising core infrastructure, improving farm data reports and tools, maintaining services to herd test centres and genetics companies, and selectively pursuing external projects aligned with DataGene's capability in genetics, data infrastructure and software delivery.

Priorities include strengthening relationships with core data and service partners, improving adoption of existing tools, progressing strategically aligned business development and exploring adjacent opportunities such as beef-on-dairy where these can deliver value to Australian dairy farmers.

Strategic Pillar 5: Service delivery

The Service Delivery strategic pillar captures DataGene's commitment to best-practice governance, effective stakeholder engagement, organisational capability, cyber security and the reliable delivery of trusted industry services.

Priorities include maintaining effective standing committees and stakeholder forums, strengthening people and succession capability, and improving cyber and privacy controls.

DIRECTORS' REPORT

Principal activities

DataGene's principal objective is to drive genetic gain and herd improvement in the Australian dairy industry through independent genetic evaluation, data infrastructure, decision-support tools and related services. No significant change in the nature of these activities occurred during the year.

Key performance indicators

DataGene uses a range of short- and long-term indicators and metrics to monitor organisational and industry performance.

Longer-term performance is assessed through measures including the rate of genetic gain in the national herd, market acceptance and uptake of DataGene products and services, participation in genomic testing and Ginfo, and the scale, quality and diversity of records available through the Central Data Repository.

For the shorter term, DataGene develops an Annual Operating Plan containing measurable deliverables aligned with its strategic priorities. Progress is reported to each Board meeting. In 2025-26, core genetic evaluation, National Breeding Objective implementation, female genomic testing and Ginfo linear type evaluation targets performed strongly. Data connectivity, platform modernisation and some lower-priority extension and governance activities were incomplete, delayed or reframed and have informed priorities for the 2026-27 operating period.

After balance date events

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, other than the continuing matters disclosed elsewhere in this report.

Likely developments

Likely developments in the operations of the Company in subsequent financial years include:

Continued investment in the national genetic evaluation, including: assessment of a future single-step evaluation pathway, improved and new Australian Breeding Values, stronger reference-population management and increased adoption of female genomic testing.

DataGene will also focus on broadening access to high-quality farm data, strengthening relationships with herd test centres and equipment and software providers, progressing the phased modernisation of the DataGene platform, improving farm decision-support tools, and pursuing carefully selected partnerships and adjacent opportunities that strengthen value to Australian dairy farmers and diversify revenue.

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.

DIRECTORS' REPORT

Information on directors

Tim Jelbart	Director
Qualifications	Bachelor of Applied Science (Valuations), AAPI
Experience	Tim Jelbart is a dairy farmer and Holstein breeder from Inverloch, West Gippsland, Victoria. He is the general manager and director of Jelbart Dairy which is owned by Tim and his brother, comprising a dryland dairy and beef business with 1,100 high production Holstein milking cows and 1,500 head of dairy replacements and F1 wagyu calves. The business relies on genomic testing for accurate genetic information, which has resulted in significant genetic gains across the herd in recent years. Before returning to the family farm, Tim completed a degree in applied science, specialising in rural property valuation, valuing some of the largest agribusiness assets across Australia.
Jeff Odgers	Director nominated by Dairy Australia
Qualifications	B. Business (Agricultural Management), Associate Diploma Farm Management
Experience	Jeff Odgers has more than 35 years' experience in Australian agribusiness; through involvement in large scale dairy farming, and board roles in research industry services and food manufacturing. Managing and owning farms in Tasmania and northern Victoria, he has a passion for business development and innovation. He was Dairy Australia Chair 2017-2020, serving as a non-executive director between 2013-2021. Jeff led Murray Dairy Inc as board Chair 2008-2012, during a time of significant evolution in the regions farming systems. Jeff has a deep understanding of the value chain. He was also non-executive director of Bega Cheese Limited 2011-2020 and prior to that Tatura Milk Industries Limited 2009-2011.
Alexander Ball	Director
Qualifications	Bachelor Rural Science, Honours Class 1, PhD (Animal Science), FellowAustralian Rural Leadership Foundation, GAICD
Experience	Alex Ball and his wife own and operate a stud beef enterprise in Armidale NSW. Having spent 18 years in various roles with MLA, Alex has extensive knowledge of the development of and implementation of genetic evaluation systems. He managed the national sheep recording program Sheep Genetics and was instrumental in the establishment of across-flock, across breed and Merino evaluations for the sheep industry. He has managed national R&D programs and conducted evaluation of genetic investments in Australia and internationally. In his roles with Herefords Australia Alex was responsible for the implementation of single step evaluation for that breed. Since 2018 Alex has operated his own private consultancy service, Rural Analytics delivering a wide range of projects for agricultural clients. He also sits on working groups for Cattle Australia and NFF and is a director of the SRS genetics company.

Information on directors (Continued)

Jim Bruce	Director
Experience	Jim Bruce has worked most of his career in the Australian genetics supply chain, including with Semex, ABS, Phoenix Genetics, Genes Diffusion, Genex, Elders Genetic Services and Elders Rural Services. This has given him insights into the different systems operating in Australia, USA, Canada and France. He has experience in both dairy and beef artificial breeding and genetics and the opportunities and challenges for herd improvement in Australian livestock industries. Jim is currently the Country Manager (Australia & NZ) for VikingGenetics. He is Chair of DataGene’s Data Access and Standards Standing Committee.
Samantha Simpson	Director
Qualifications	M Marketing (Agribusiness), B App Sci(Agric), Grad Dip Agribusiness, Dip Frontline Management
Experience	Sam Simpson and her husband operate at 450-cow dairy farm, Craiglands Holsteins, at Larpent in South Western Victoria. They have been members of Holstein Australia for 21 years and genotyping their animals since 2015. Sam runs the herd’s breeding program as well as the business finances, HR and information systems. She is actively involved in a number of industry groups including promoting dairy to the local community and school groups and is Chair of DataGene's Genetic Evaluation Standing Committee. Craiglands Holsteins was a focus farm for the ImProving Herds project and Sam was a member of the MIR for Profit project steering committee. Before taking on a full-time role with the farm, Sam spent 10 years as a sheep officer and Farm$mart Project Manager with the Victorian Department of Primary Industries. Sam is currently the chair of the Genetic Evaluation Standing Committee (GESC).

DIRECTORS' REPORT

Information on directors (Continued)

David Barber	Director
Qualifications	PhD (Ruminant nutrition), B Agr Sci (Hons), Assoc Dip Applied Science, Cert Animal Husbandry.
Experience	David Barber is actively involved with his family's 180–cow dairy farm, Range View Farm at Marburg, Queensland. He also runs a small nutrition consultancy business in south-east Queensland providing advice to dairy and beef farmers on nutrition and feeding management to improve productivity and profitability. David's roles with the farm include feed supply and procurement, feeding management; heifer rearing and breeding management, dairy-beef production; and assisting with day-to-day activities such as milking, feeding and repairs and maintenance. He has more than 40 years' experience in agricultural production systems, having held both research and extension roles, mostly with the Queensland Department of Agriculture and Fisheries. David brings to the board a deep understanding of the production system, operating environment and unique challenges faced by the Northern dairy industry and the drivers of the uptake of research findings and motivations for farmers to implement new practices.
Josie Zilm	Director
Qualifications	B Ag Sci (Hons), MBA, GAICD
Experience	Josie Zilm has spent most of her career in agricultural banking including a variety of roles with National Australia Bank and a period with Fonterra, Tasmania. Located at Gippsland, Victoria, she is also a beef and fodder producer, former deputy chair of the Herd Improvement Co-operative Australia (Hico) and former deputy chair of the Southern Rural Water Groundwater and Rivers Forum. Josie works with industry stakeholders, the supply chain and government to understand the challenges and opportunities across the agricultural sector. She is a partner in Amella Pastoral, an irrigated beef grazing property producing grass-fed Angus cattle and irrigated fodder production. With an honours Degree in Agricultural Science, an MBA and as a graduate of the Australian Institute of Company Directors, Josie has a solid understanding of agriculture and corporate governance and director responsibilities.

DIRECTORS' REPORT

Meetings of directors

Directors	Directors' meetings	
	Number eligible to attend	Number attended
Tim Jelbart	9	8
Jeff Odgers	9	9
Alexander Ball	9	9
James (Jim) Bruce	9	8
Samantha Simpson	9	9
David Barber	9	8
Josie Zilm	9	9

Members guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute to a maximum of $10 each towards meeting any outstandings and obligations of the Company. At 30 June 2026 the number of members was 27. The combined total amount that members of the Company are liable to contribute if the Company is wound up is $270.

Indemnification of officers

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

Indemnification of auditors

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

Auditor's independence declaration

A copy of the auditor's independence declaration in relation to the audit for the financial year is provided with this report.

DATAGENE LTD
ABN: 78 613 579 614

DIRECTORS' REPORT

Proceedings on behalf of the 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 any part of those proceedings.

Signed on behalf of the Board of Directors.

Tim Jelbart

Director: ______________________________

Tim Jelbart

J. R. Odgers.

Director: ______________________________

Jeff Odgers

Dated this 10 day of September 2026

DATAGENE LTD
ABN: 78 613 579 614

AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF DATAGENE LTD

In accordance with section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, I declare to the best of my knowledge and belief in relation to the audit of the financial report of DataGene Ltd for the year ended 30 June 2026, there have been:

- no contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit.

Pitcher Partners.

J J MITCHELHILL — PITCHER PARTNERS

Partner — Melbourne

Date: 11 September 2026

DATAGENE LTD
ABN: 78 613 579 614

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 $	2025 $
Revenue and other income			
Sales revenue	2	4,796,201	4,902,882
Other revenue	3	53,632	56,838
Other income	3	33,553	54,444
		4,883,386	5,014,164
Less: expenses			
Depreciation and amortisation expense	4	(625,377)	(555,011)
Employee benefits expense		(2,327,345)	(2,651,473)
Occupancy expense		(26,554)	(25,715)
Advertising expense		(132,025)	(133,821)
Finance costs	4	(46,030)	(47,237)
Travel expense		(65,299)	(46,617)
Operating expense		(86,194)	(69,211)
Professional fees		(115,583)	(99,447)
Software expense		(464,840)	(490,285)
Data collection expense		(450,235)	(463,155)
Consultancy fees		(63,181)	(226,579)
Other expenses		(429,416)	(328,455)
		(4,832,079)	(5,137,006)
Surplus / (deficit) from operating activities		51,307	(122,842)
Other comprehensive income for the year		-	-
Surplus / (deficit)		51,307	(122,842)

The accompanying notes form part of these financial statements.

DATAGENE LTD
ABN: 78 613 579 614

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	2026 $	2025 $
Current assets			
Cash and cash equivalents	5	685,878	977,783
Receivables	6	275,065	335,404
Other financial assets	7	651,744	388,296
Other assets	8	15,037	3,487
Total current assets		1,627,724	1,704,970
Non-current assets			
Intangible assets	9	2,574,877	2,781,750
Lease assets	10	1,073,687	1,128,604
Property, plant and equipment	11	320,614	308,964
Total non-current assets		3,969,178	4,219,318
Total assets		5,596,902	5,924,288
Current liabilities			
Payables	12	293,555	445,188
Lease liabilities	10	69,713	65,781
Provisions	13	305,539	502,623
Total current liabilities		668,807	1,013,592
Non-current liabilities			
Lease liabilities	10	1,121,569	1,167,659
Provisions	13	42,278	30,096
Total non-current liabilities		1,163,847	1,197,755
Total liabilities		1,832,654	2,211,347
Net assets		3,764,248	3,712,941
Equity			
Accumulated surplus	14	3,764,248	3,712,941
Total equity		3,764,248	3,712,941

The accompanying notes form part of these financial statements.

DATAGENE LTD
ABN: 78 613 579 614

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

	Accumulated surplus $	Total equity $
Balance as at 1 July 2024	3,835,783	3,835,783
Deficit for the year	(122,842)	(122,842)
Total comprehensive income for the year	(122,842)	(122,842)
Balance as at 30 June 2025	3,712,941	3,712,941
Balance as at 1 July 2025	3,712,941	3,712,941
Surplus for the year	51,307	51,307
Total comprehensive income for the year	51,307	51,307
Balance as at 30 June 2026	3,764,248	3,764,248

The accompanying notes form part of these financial statements.

DATAGENE LTD
ABN: 78 613 579 614

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 $	2025 $
Cash flow from operating activities			
Receipts from customers		5,371,113	5,476,746
Payments to suppliers and employees		(4,989,777)	(4,966,285)
Interest received		53,632	56,838
Finance costs		(46,030)	(47,237)
Net cash provided by/(used in) operating activities		388,938	520,062
Cash flow from investing activities			
Proceeds from sale of property, plant and equipment		-	809
Payment for property, plant and equipment		(71,707)	(4,593)
Proceeds from/(payments for) for investments		(263,448)	239,795
Payment for intangible assets		(279,006)	(410,198)
Net cash used in investing activities		(614,161)	(174,187)
Cash flow from financing activities			
Principal portion of lease payments		(66,682)	(62,608)
Net cash used in financing activities		(66,682)	(62,608)
Reconciliation of cash			
Cash at beginning of the financial year		977,783	694,516
Net increase/(decrease) in cash held		(291,905)	283,267
Cash at end of financial year		685,878	977,783

The accompanying notes form part of these financial statements.

NOTE 1: BASIS OF PREPARATION

General information

The financial report is a general purpose financial report that has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards - Simplified Disclosures, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*.

The financial report covers DataGene Ltd as an individual entity. DataGene Ltd is a Company limited by guarantee, incorporated and domiciled in Australia. DataGene Ltd is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the directors at the date of the directors' report.

Historical Cost Convention

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

Going Concern

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Accounting policies

The following accounting policies have been applied in the preparation and presentation of the financial report.

(a) Revenue from contracts with customers

The Group derives revenue from funding from Dairy Australia, the provision of genetic evaluation services, data and software services. Revenue is recognised as, or when, goods or services are transferred to the customer, and is measured at an amount that reflects the consideration to which the Group expects to be entitled in exchange for the goods or services.

Revenue from fulfilment of grant performance obligations

Revenue from fulfilment of grant performance obligations comprises revenue derived from Dairy Australia funding agreements. These performance obligations are satisfied in line with agreed milestones under funding agreements that contain enforceable and sufficiently specific performance obligations. Revenue is recognised over time, as performance obligations are satisfied, based on the fulfilment of milestones, consistent with the manner and timing as stated in the funding agreements.

NOTE 1: BASIS OF PREPARATION (CONTINUED)

Revenue from the provision of services

Revenue from the provision of services comprises revenue derived from the provision of genetic evaluation, data and software services. These services are provided under contractual arrangements that contain enforceable and sufficiently specific performance obligations. Revenue from the provision of services is recognised over time, as performance obligations are satisfied, based on either costs incurred or service hours performed, consistent with the manner in which services are provided.

Membership subscription fees

Membership fees are recognised as revenue when no significant uncertainty as to its collectibility exists, if the fee relates only to membership and all other services or products are paid for separately, or if there is a separate annual subscription. Membership fees are recognised on a basis that reflects the timing, nature and value of the benefit provided if the fee entitles the member to services or publications to be provided during the membership period, or to purchase goods or services at prices lower than those charged to non-members.

(b) Income arising from the transfer of assets

The Company derives income from the transfer of assets when the Company provides no consideration in exchange for the asset received, or the consideration provided by the Company is significantly less than the fair value of the asset received, principally to enable the Company to further its objectives, and the arrangement does not satisfy the criteria to be accounted for as a ‘contract with a customer’.

Operating grants

A transfer of an asset, including cash, under arrangements that do not contain enforceable and sufficiently specific performance obligations is referred to in the financial statements as an ‘operating grant’. Assets arising from operating grants are recognised at fair value when the Company obtains control of the asset. Any related amounts, such as contributions from owners, financial liabilities, contract liabilities, lease liabilities and provisions are recognised in accordance with the applicable Australian Accounting Standard. The excess of the initial carrying amount of assets received over the aggregate of the consideration provided by the Company and any related amounts is recognised as income.

(c) Income tax

No provision for income tax has been raised as the Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

NOTE 1: BASIS OF PREPARATION (CONTINUED)

(d) Financial instruments

Receivables

Trade and other receivables are measured at amortised cost.

Investments in equity instruments

Investments in equity instruments that are held for trading are measured at fair value. Gains or losses arising from changes in fair value are recognised in profit or loss.

Investments in equity instruments that are not held for trading are measured at fair value. In accordance with an irrevocable election made at initial recognition, gains or losses arising from changes in fair value are recognised in other comprehensive income.

Other financial assets

Other financial assets are measured at either amortised cost or fair value on the basis of the Company's business model for managing the financial asset and the contractual cash flow characteristics of the financial asset.

Payables

Payables are measured at amortised cost.

Borrowings

Borrowings are measured at amortised cost.

Impairment of financial assets

The Company recognises an allowance for expected credit losses in respect of receivables from contracts with customers, contract assets and lease receivables on the basis of the lifetime expected credit losses of the financial asset, reflecting credit losses that are expected to result from default events over the life of the financial asset.

The Company recognises an allowance for expected credit losses for all other financial assets subject to impairment testing on the basis of:

- the lifetime expected credit losses of the financial asset, for those other receivables for which a significant increase in credit risk has been identified, reflecting credit losses that are expected to result from default events over the life of the financial asset; and
- the 12-month expected credit losses of the financial asset, for those other receivables for which no significant increase in credit risk has been identified, reflecting the portion of lifetime expected credit losses that are expected to result from default events within twelve months after the end of the reporting period.

The Company determines expected credit losses based on the Company's historical credit loss experience, adjusted for factors that are specific to the financial asset as well as current and future expected economic conditions relevant to the financial asset. When material, the time value of money is incorporated into the measurement of expected credit losses. There has been no change in the estimation techniques or significant assumptions made during the reporting period.

NOTE 1: BASIS OF PREPARATION (CONTINUED)

(d) Financial instruments (Continued)

The gross carrying amount of a financial asset is written off (i.e., reduced directly) when the counterparty is in severe financial difficulty and the Company has no realistic expectation of recovery of the financial asset. Financial assets written off remain subject to enforcement action by the Company. Recoveries, if any, are recognised in profit or loss.

(e) Property, plant and equipment

Each class of plant and equipment is measured at cost or fair value less, where applicable, any accumulated depreciation and any accumulated impairment losses.

Plant and equipment

Plant and equipment is measured on the cost basis.

Depreciation

The depreciable amount of all other property, plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held available for use, consistent with the estimated consumption of the economic benefits embodied in the asset.

Class of fixed asset	Depreciation rates	Depreciation basis
Computer equipment at cost	25 - 50%	Straight line
Office fit-out	5%	Straight line

(f) Intangible assets

Software development expenditure

The software expenditure relates to a re-write project for genetic software in April 2019, as well as new features added to the GESNP throughout 2024 to 2026. The re-write project was important to the industry to assist with the production of Australian breeding values.

Expenditure during the research phase of a project is recognised as an expense when incurred. Development costs are capitalised only when technical feasibility studies identify that the project will deliver future economic benefits and these benefits can be measured reliably.

Amortisation of software expenditure

Development costs have a finite life and are amortised on a systematic basis matched to the future economic benefits over the useful life of the project.

GESNP, CDR and DataVat software is in use as of April 2019 and the amortisation rate is over 12 years or 8.3%.

NOTE 1: BASIS OF PREPARATION (CONTINUED)

(g) Leases

Lease assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, on a basis that is consistent with the expected pattern of consumption of the economic benefits embodied in the underlying asset.

Lease liabilities are measured at the present value of the remaining lease payments. Interest expense on lease liabilities is recognised in profit or loss. Variable lease payments not included in the measurement of lease liabilities are recognised as an expense in the period in which they are incurred.

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

(h) Employee benefits

Short-term employee benefits

Provisions for short-term employee benefits, including annual leave that are expected to be settled wholly within twelve months after the end of the reporting period, are measured at the (undiscounted) amount of the benefit expected to be paid.

Long-term employee benefits

Provisions for other long-term employee benefits, including long service leave and annual leave that are not expected to be settled wholly within twelve months after the end of the reporting period, are measured at the present value of the expected benefit to be paid in respect of the services provided by employees up to the reporting date.

	2026	**2025**
	$	**$**
NOTE 2: REVENUE FROM CONTRACTS WITH CUSTOMERS		
Revenue from contracts with customers		
Rendering of services	2,196,201	2,302,882
Dairy Australia funding	2,600,000	2,600,000
	4,796,201	4,902,882
Revenue by type of good or service:		
- Point in time	1,279,487	1,435,708
- Over time	3,516,714	3,467,174
	4,796,201	4,902,882

DATAGENE LTD
ABN: 78 613 579 614

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

		2026 $	2025 $
NOTE 3: OTHER REVENUE AND OTHER INCOME			
Interest income		53,632	56,838
Other income		33,553	54,444
		87,185	111,282
NOTE 4: OPERATING PROFIT			
Deficit has been determined after:			
Finance costs		46,030	47,237
Depreciation		60,057	57,240
Amortisation		565,320	497,771
Bad debts			
- trade debtors		1,955	-
Foreign currency translation losses		169	-
Employee benefits:			
- Superannuation guarantee contributions		260,293	285,035
- Other employee benefits		2,067,052	2,366,438
		2,327,345	2,651,473
Software expense	(a)	464,840	490,285

(a) Software expense includes the cost of engaging external software developers to deliver numerous activities internally and projects to external clients plus various software licenses.

	2026 $	2025 $
NOTE 5: CASH AND CASH EQUIVALENTS		
Cash at bank	685,878	977,783
NOTE 6: RECEIVABLES		
CURRENT		
Receivables from contracts with customers	274,584	334,509
Other receivables	481	895
	275,065	335,404

	2026 $	2025 $
NOTE 7: OTHER FINANCIAL ASSETS		
CURRENT		
Financial assets measured at amortised cost		
Cash on deposit	651,744	388,296
NOTE 8: OTHER ASSETS		
CURRENT		
Prepayments	8,143	893
Accrued income	6,894	2,594
	15,037	3,487
NOTE 9: INTANGIBLE ASSETS		
Software development - GESNP, CDR and DataVat at cost	5,650,339	5,371,333
Accumulated amortisation and impairment	(3,075,462)	(2,589,583)
	2,574,877	2,781,750

(a) Reconciliations

Reconciliation of the carrying amounts of intangible assets at the beginning and end of the current financial year

	2026	2025
Software Development - GESNP, CDR and DataVat		
Opening balance	2,781,750	2,792,054
Additions	279,006	410,198
Amortisation expense	(485,879)	(420,502)
Closing balance	2,574,877	2,781,750

NOTE 10: LEASE ASSETS AND LEASE LIABILITIES

(a) Lease assets

	2026 $	2025 $
Land and buildings		
Under lease	1,550,752	1,526,228
Accumulated depreciation	(477,065)	(397,624)
Total carrying amount of lease assets	1,073,687	1,128,604

Reconciliations

Reconciliation of the carry amount of lease assets at the beginning and end of the financial year:

	2026 $	2025 $
Land and buildings		
Opening carrying amount	1,128,604	1,160,678
Depreciation	(79,441)	(77,269)
Impact of revised lease payments	24,524	45,195
Closing carrying amount	1,073,687	1,128,604

(b) Lease liabilities

	2026 $	2025 $
CURRENT		
Lease liability	69,713	65,781
NON CURRENT		
Lease liability	1,121,569	1,167,659
Total carrying amount of lease liabilities	1,191,282	1,233,440

(c) Lease expenses and cashflows

	2026 $	2025 $
Interest expense on lease liabilities	46,030	47,237
Depreciation expense on lease assets	79,441	77,269
Cash outflow in relation to leases	112,712	109,845

	2026 $	2025 $

NOTE 11: PROPERTY, PLANT AND EQUIPMENT

	2026 $	2025 $
Computer equipment at cost	359,140	287,433
Accumulated depreciation	(280,627)	(239,820)
	78,513	47,613
Office fit-out	384,991	384,991
Accumulated depreciation	(142,890)	(123,640)
	242,101	261,351
Total property, plant and equipment	320,614	308,964

(a) Reconciliations

Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year

	2026 $	2025 $
Computer equipment		
Opening carrying amount	47,613	81,819
Additions	71,707	4,593
Disposals	-	(809)
Depreciation expense	(40,807)	(37,990)
Closing carrying amount	78,513	47,613
Office fit-out		
Opening carrying amount	261,351	280,601
Depreciation expense	(19,250)	(19,250)
Closing carrying amount	242,101	261,351
Total property, plant and equipment		
Carrying amount at 1 July	308,964	362,420
Additions	71,707	4,593
Disposals	-	(809)
Depreciation expense	(60,057)	(57,240)
Carrying amount at 30 June	320,614	308,964

	2026 $	2025 $
NOTE 12: PAYABLES		
CURRENT		
Unsecured liabilities		
Trade creditors	90,674	128,909
Other creditors	182,324	296,673
Amounts payable to:		
- Associated Companies (Holstein Australia, Jersey Australia and NHIA)	20,557	19,606
	293,555	445,188
NOTE 13: PROVISIONS		
CURRENT		
Employee benefits	305,539	502,623
NON CURRENT		
Employee benefits	42,278	30,096
NOTE 14: ACCUMULATED SURPLUS		
Accumulated surplus at beginning of year	3,712,941	3,835,783
Net surplus / (deficit)	51,307	(122,842)
	3,764,248	3,712,941

NOTE 15: RELATED PARTY TRANSACTIONS

(a) Transactions with key management personnel of the entity or its parent and their personally related entities

Related party transactions are separated into transactions with founding members and KMP related entities.

All transactions with related parties were at arm's length for the year ended 30 June 2026.

The Company entered into related party transactions with the following classes of parties:

	2026 $	2025 $
Founding member funding and sales	2,753,506	2,793,421
KMP related entity sales	309,477	371,716
Founding member purchases	(900)	(379,029)
KMP related entity purchases	(133,219)	(100,291)
Founding member trade debtors	26,979	100,390
KMP related entity trade debtors	38,007	3,247
KMP related entity trade creditors	(9,868)	(7,212)

NOTE 16: KEY MANAGEMENT PERSONNEL COMPENSATION

Total compensation paid or payable to key management personnel	1,342,186	1,128,800

NOTE 17: EVENTS SUBSEQUENT TO REPORTING DATE

There has been no matter or circumstance, which has arisen since 30 June 2026 that has significantly affected or may significantly affect:

(a) the operations, in financial years subsequent to 30 June 2026, of the Company, or
(b) the results of those operations, or
(c) the state of affairs, in financial years subsequent to 30 June 2026, of the Company.

NOTE 18: MEMBERS' GUARANTEE

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute to a maximum of $10 each towards meeting any outstandings and obligations of the Company. At 30 June 2026 the number of members was 27. The combined total amount that members of the Company are liable to contribute if the Company is wound up is $270.

	2026	2025
	$	$

NOTE 19: CONTINGENT LIABILITIES

A contingent liability exists for the portion of office space and carparks relating to the other tenants of Dairy House, as the lease agreement holds all 3 tenants equally liable for any lease payments. The value of the contingent liability is determined by discounting the cashflows of the full lease agreement less DataGene's share that is already recognised as a lease liability under AASB 16.

A contingent liability exists for bank guarantees for rental of Dairy House, Agri Bio, Bundoora. The term deposit is restricted collateral for this lease.

	2026 $	2025 $
Estimates of the maximum amounts of contingent liabilities that may become payable:		
Lease liability	992,818	1,027,867
Bank guarantee	42,006	42,006
	1,034,824	1,069,873

NOTE 20: REMUNERATION OF AUDITORS

Remuneration of auditors for:

Pitcher Partners (MELBOURNE)

	2026 $	2025 $
Audit and assurance services		
- Audit or review of the financial report	32,850	31,650

NOTE 21: COMPANY DETAILS

The registered office of the Company is:

DataGene Ltd
AgriBio, 5 Ring Road
BUNDOORA VIC 3083

DATAGENE LTD
ABN: 78 613 579 614

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. In the Directors' opinion, the financial statements and notes thereto, as set out on pages 12 - 27, satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

   (a) complying with Australian Accounting Standards - Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Regulations 2022*; and

   (b) giving a true and fair view of the financial position as at 30 June 2026 and performance for the year ended on that date of the Company.

2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Tim Jelbart

Director: ______________________________

Tim Jelbart

J. R. Odgers.

Director: ______________________________

Jeff Odgers

Dated this 10 day of September 2026

DATAGENE LTD
ABN: 78 613 579 614

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DATAGENE LTD

Opinion

We have audited the financial report of DataGene Ltd ("the Company"), which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements including material accounting policy information, and the directors' declaration.

In our opinion, the accompanying financial report of DataGene Ltd, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(a) giving a true and fair view of the Company's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for Opinion

We conducted our audit in accordance with 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 Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* ("ACNC Act") and 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and the Directors for the Financial Report

Management is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosures and the ACNC Act, 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 is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is 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.

The directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our 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 our 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism 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 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

PITCHER PARTNERS

DATAGENE LTD
ABN: 78 613 579 614

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DATAGENE LTD

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

- 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 Company’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 Company 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.

Independence

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

Pitcher Partners.

J J MITCHELHILL
Partner

PITCHER PARTNERS
Melbourne

Date: 11 September 2026

DataGene acknowledges the Traditional Custodians of country throughout Australia and their connections to land, sea and community. We pay our respect to their Elders past and present and extend that respect to all Aboriginal and Torres Strait Islander peoples.

Photograph: Kerrie Anderson

DataGene Limited

AgriBio

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DataGene

Solutions for Herd Development

DataGene is an independent and industry-owned organisation responsible for driving genetic gain and herd improvement in the Australian dairy industry and is an initiative of Dairy Australia and industry. This report is published for your information only. It is published with due care and attention to accuracy, but DataGene accepts no liability, if, for any reason, the information is inaccurate, incomplete or out of date whether negligent or otherwise.
September 2026.