

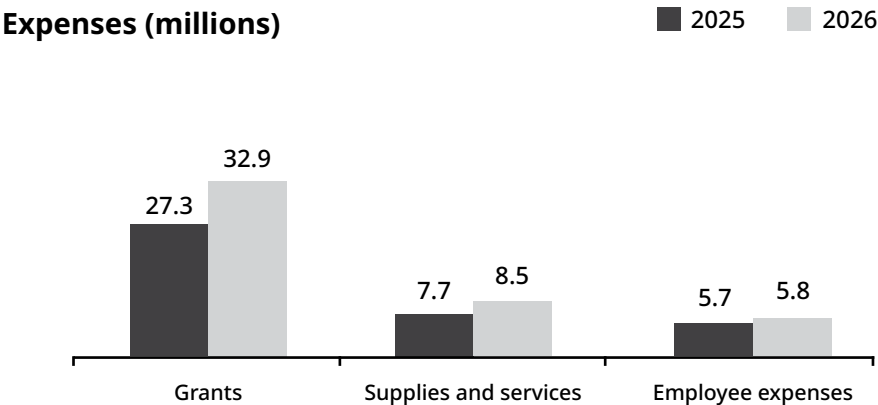
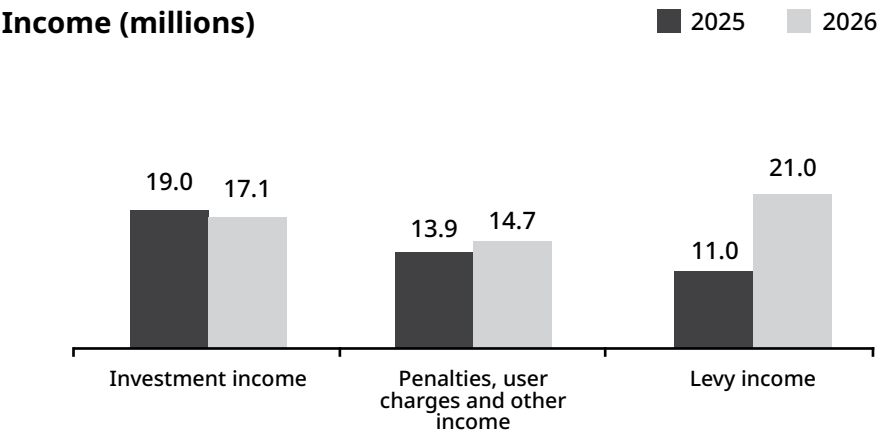
# Motor Accident Insurance Commission summary of financial performance 2025–26

MAIC reported an operating surplus of \$5.5 million for 2025–26, up from \$3.1 million in 2024–25, driven by higher levy and penalty income, partly offset by higher expenses and lower investment returns.

The statutory insurance scheme levy increased to \$4.00 per vehicle (\$2.00/vehicle 2024–25), while penalties, user charges and other income rose by \$0.8 million to \$14.7 million.

Investment gains were \$17.1 million, down from \$19.0 million in 2024–25, reflecting lower equity market returns.

Expenses increased by \$6.6 million to \$47.3 million, mainly due to grants of \$32.9 million supporting research and injury mitigation programs. The \$5.7 million increase in grants reflected higher investment in targeted research and service delivery, with details in Appendix 5.



## Motor Accident Insurance Commission financial statements 2025–26

### **Motor Accident Insurance Commission Statement of Comprehensive Income for the year ended 30 June 2026**

|                                                                               | Note | 2026<br>Actual<br>\$'000 | 2026<br>Original<br>Budget<br>\$'000 | Budget<br>Variance*<br>\$'000 | 2025<br>Actual<br>\$'000 |
|-------------------------------------------------------------------------------|------|--------------------------|--------------------------------------|-------------------------------|--------------------------|
| <b>Income</b>                                                                 |      |                          |                                      |                               |                          |
| Levy                                                                          | 3    | 21,028                   | 20,713                               | 315                           | 10,963                   |
| Penalties                                                                     | 4    | 12,152                   | 10,933                               | 1,219                         | 11,258                   |
| User charges                                                                  | 5    | 1,908                    | 1,729                                | 179                           | 1,733                    |
| Other revenue                                                                 |      | 648                      | 874                                  | (226)                         | 902                      |
| <b>Total revenue</b>                                                          |      | <b>35,736</b>            | <b>34,249</b>                        | <b>1,487</b>                  | <b>24,856</b>            |
| Net fair value gains on financial assets at fair value through profit or loss | 11   | 17,060                   | 9,134                                | 7,926                         | 18,990                   |
| <b>Total income</b>                                                           |      | <b>52,796</b>            | <b>43,383</b>                        | <b>9,413</b>                  | <b>43,846</b>            |
| <b>Expenses</b>                                                               |      |                          |                                      |                               |                          |
| Grants                                                                        | 6    | 32,948                   | 35,000                               | (2,052)                       | 27,263                   |
| Employee expenses                                                             | 7    | 5,771                    | 6,337                                | (566)                         | 5,687                    |
| Supplies and services                                                         | 8    | 8,514                    | 8,892                                | (378)                         | 7,727                    |
| Depreciation and amortisation                                                 |      | 59                       | 53                                   | 6                             | 30                       |
| <b>Total expenses</b>                                                         |      | <b>47,292</b>            | <b>50,282</b>                        | <b>(2,990)</b>                | <b>40,707</b>            |
| <b>Operating result</b>                                                       |      | <b>5,504</b>             | <b>(6,899)</b>                       | <b>12,403</b>                 | <b>3,139</b>             |
| <b>Total comprehensive income/(losses)</b>                                    |      | <b>5,504</b>             | <b>(6,899)</b>                       | <b>12,403</b>                 | <b>3,139</b>             |

\* An explanation of major variances is included in **Note 16**.

The accompanying notes form part of these financial statements.

**Motor Accident Insurance Commission**  
**Statement of Financial Position**  
**as at 30 June 2026**

|                                                          |       | 2026           | 2026           |               | 2025           |
|----------------------------------------------------------|-------|----------------|----------------|---------------|----------------|
|                                                          | Note  | Actual         | Original       | Budget        | Actual         |
|                                                          |       | \$'000         | Budget         | Variance*     |                |
|                                                          |       |                | \$'000         | \$'000        | \$'000         |
| <b>Current assets</b>                                    |       |                |                |               |                |
| Cash and cash equivalents                                | 1(j)  | 10,359         | 8,000          | 2,359         | 12,353         |
| Receivables                                              | 9     | 996            | 1,332          | (336)         | 893            |
| Prepayments                                              |       | 548            | -              | 548           | 360            |
| <b>Total current assets</b>                              |       | <b>11,903</b>  | <b>9,332</b>   | <b>2,571</b>  | <b>13,606</b>  |
| <b>Non-current assets</b>                                |       |                |                |               |                |
| Financial assets at fair value through<br>profit or loss | 11&12 | 134,057        | 113,334        | 20,723        | 127,105        |
| Plant and equipment                                      |       | 142            | 6              | 136           | 201            |
| <b>Total non-current assets</b>                          |       | <b>134,199</b> | <b>113,340</b> | <b>20,859</b> | <b>127,306</b> |
| <b>Total assets</b>                                      |       | <b>146,102</b> | <b>122,672</b> | <b>23,430</b> | <b>140,912</b> |
| <b>Current liabilities</b>                               |       |                |                |               |                |
| Payables                                                 | 10    | 1,098          | 505            | 593           | 1,450          |
| Accrued employee benefits                                |       | 214            | 140            | 74            | 176            |
| <b>Total current liabilities</b>                         |       | <b>1,312</b>   | <b>645</b>     | <b>667</b>    | <b>1,626</b>   |
| <b>Net assets</b>                                        |       | <b>144,790</b> | <b>122,027</b> | <b>22,763</b> | <b>139,286</b> |
| <b>Equity</b>                                            |       |                |                |               |                |
| Contributed equity                                       |       | 57,818         | 57,818         | -             | 57,818         |
| Accumulated surplus                                      |       | 86,972         | 64,209         | 22,763        | 81,468         |
| <b>Total equity</b>                                      |       | <b>144,790</b> | <b>122,027</b> | <b>22,763</b> | <b>139,286</b> |

\* An explanation of major variances is included in **Note 16**.

The accompanying notes form part of these financial statements.

***Motor Accident Insurance Commission***  
**Statement of Changes in Equity**  
**for the year ended 30 June 2026**

|                                   | Accumulated<br>Surplus<br>\$'000 | Contributed<br>Equity<br>\$'000 | Total Equity<br>\$'000 |
|-----------------------------------|----------------------------------|---------------------------------|------------------------|
| <b>Balance as at 1 July 2024</b>  | 78,329                           | 57,818                          | 136,147                |
| Operating result                  | 3,139                            | -                               | 3,139                  |
| <b>Balance as at 30 June 2025</b> | <b>81,468</b>                    | <b>57,818</b>                   | <b>139,286</b>         |
| <b>Balance as at 1 July 2025</b>  | 81,468                           | 57,818                          | 139,286                |
| Operating result                  | 5,504                            | -                               | 5,504                  |
| <b>Balance as at 30 June 2026</b> | <b>86,972</b>                    | <b>57,818</b>                   | <b>144,790</b>         |

*The accompanying notes form part of these financial statements.*

**Motor Accident Insurance Commission**  
**Statement of Cash Flows**  
**for the year ended 30 June 2026**

|                                                                   | Note | 2026<br>Actual<br>\$'000 | 2026<br>Original<br>Budget<br>\$'000 | Budget<br>Variance*<br>\$'000 | 2025<br>Actual<br>\$'000 |
|-------------------------------------------------------------------|------|--------------------------|--------------------------------------|-------------------------------|--------------------------|
| <b>Cash flows from operating activities</b>                       |      |                          |                                      |                               |                          |
| <i>Inflows:</i>                                                   |      |                          |                                      |                               |                          |
| Levy                                                              |      | 21,028                   | 20,713                               | 315                           | 10,963                   |
| Penalties                                                         |      | 12,066                   | 10,933                               | 1,133                         | 11,356                   |
| User charges                                                      |      | 1,908                    | 1,729                                | 179                           | 1,733                    |
| GST input tax credits from Australian Taxation Office (ATO)       |      | 3,982                    | -                                    | 3,982                         | 3,148                    |
| GST collected from customers                                      |      | 189                      | -                                    | 189                           | 189                      |
| Other revenue                                                     |      | 589                      | 874                                  | (285)                         | 894                      |
| <i>Outflows:</i>                                                  |      |                          |                                      |                               |                          |
| Grants                                                            |      | (33,523)                 | (35,000)                             | 1,477                         | (26,405)                 |
| Employee expenses                                                 |      | (5,843)                  | (6,337)                              | 494                           | (5,611)                  |
| Supplies and services                                             |      | (7,659)                  | (8,892)                              | 1,233                         | (7,052)                  |
| GST remitted to ATO                                               |      | (178)                    | -                                    | (178)                         | (193)                    |
| GST paid to suppliers                                             |      | (3,847)                  | -                                    | (3,847)                       | (3,168)                  |
| <b>Net cash used in operating activities</b>                      | CF-1 | <b>(11,288)</b>          | <b>(15,980)</b>                      | <b>4,692</b>                  | <b>(14,146)</b>          |
| <b>Cash flows from investing activities</b>                       |      |                          |                                      |                               |                          |
| <i>Inflow:</i>                                                    |      |                          |                                      |                               |                          |
| Proceeds from sale of other financial assets                      |      | 5,000                    | 16,003                               | (11,003)                      | 12,000                   |
| Distributions received                                            |      | 4,294                    | -                                    | 4,294                         | 3,258                    |
| <i>Outflow:</i>                                                   |      |                          |                                      |                               |                          |
| Payments for plant and equipment                                  |      | -                        | (23)                                 | 23                            | (141)                    |
| <b>Net cash provided by investing activities</b>                  |      | <b>9,294</b>             | <b>15,980</b>                        | <b>(6,686)</b>                | <b>15,117</b>            |
| <b>Net (decrease) in cash and cash equivalents</b>                |      | <b>(1,994)</b>           | <b>-</b>                             | <b>(1,994)</b>                | <b>971</b>               |
| Cash and cash equivalents at the beginning of the financial year  |      | 12,353                   | 8,000                                | 4,353                         | 11,382                   |
| <b>Cash and cash equivalents at the end of the financial year</b> |      | <b>10,359</b>            | <b>8,000</b>                         | <b>2,359</b>                  | <b>12,353</b>            |

\* An explanation of major variances is included in **Note 16**.

The accompanying notes form part of these financial statements.

**Motor Accident Insurance Commission**  
**Note to the statement of cash flows**  
**for the year ended 30 June 2026**

**CF-1 Reconciliation of operating result to net cash used in operating activities**

|                                                                                | <b>2026</b>     | <b>2025</b>     |
|--------------------------------------------------------------------------------|-----------------|-----------------|
|                                                                                | <b>\$'000</b>   | <b>\$'000</b>   |
| Operating result                                                               | 5,504           | 3,139           |
| <i>Non-cash items included in operating result:</i>                            |                 |                 |
| Net fair value (gains) on financial assets                                     |                 |                 |
| at fair value through profit or loss less management fee                       | (16,300)        | (18,229)        |
| Depreciation and amortisation                                                  | 59              | 30              |
| <i>Change in assets and liabilities:</i>                                       |                 |                 |
| (Increase) / decrease in financial assets at fair value through profit or loss | 54              | 54              |
| (Increase) / decrease in prepayments                                           | (188)           | (136)           |
| (Increase) / decrease in receivables                                           | (114)           | 116             |
| Increase / (decrease) in current payables                                      | (341)           | 851             |
| Increase / (decrease) in accrued employee benefits                             | 38              | 29              |
| <b>Net cash used in operating activities</b>                                   | <b>(11,288)</b> | <b>(14,146)</b> |

Cash flows are included in the Statement of Cash Flows on a net basis with the GST components of the cash flows shown as separate line items. The GST components of cash flows arising from investing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**1. BASIS OF FINANCIAL STATEMENT PREPARATION**

**(a) General information**

The Motor Accident Insurance Commission (MAIC) is an independent statutory body reporting to the Treasurer, Minister for Energy and Minister for Home Ownership, and the Minister for Finance, Trade, Employment and Training established under the *Motor Accident Insurance Act 1994* (the Act).

The head office and principal place of business of MAIC is 275 George Street, Brisbane, QLD 4000.

**(b) Compliance with prescribed requirements**

MAIC is a not-for-profit entity, and these general purpose financial statements are prepared on an accrual basis, except for the statement of cash flows, in accordance with:

- section 39 of the *Financial and Performance Management Standard 2019*
- section 62(1) of the *Financial Accountability Act 2009*
- applicable Australian Accounting Standards and Interpretations
- Queensland Treasury's Minimum Reporting Requirements for reporting periods beginning on or after 1 July 2025.

**(c) Currency and rounding**

Amounts included in the financial statements are in Australian dollars and have been rounded to the nearest \$1,000 or, where that amount is less than \$500, to zero, unless disclosure of the full amount is specifically required.

**(d) Comparatives**

Comparative information reflects the audited 2024-25 financial statements except where restatement was necessary to be consistent with disclosures in the current reporting period.

**(e) Current / non-current classification**

Assets and liabilities are classified as either 'current' or 'non-current' in the Statement of Financial Position and associated notes.

Assets are classified as 'current' where their carrying amount is expected to be realised within 12 months after the reporting date. Liabilities are classified as 'current' when they are expected to be settled within 12 months after the reporting date, or where MAIC does not have a right to defer settlement beyond the 12 months after the reporting date. All other assets and liabilities are classified as 'non-current.'

Financial assets at fair value through profit or loss comprising of investments managed by QIC Limited (QIC) are classified as 'current' or 'non-current' based on the relative liquidity of the investments. Investments are classified as 'current' where they are readily convertible to cash on hand at MAIC's election. Investments that are long-term and not readily convertible to cash within a short period are classified as 'non-current.'

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**1. BASIS OF FINANCIAL STATEMENT PREPARATION - continued**

**(f) Judgements and assumptions**

The preparation of financial statements necessarily requires the determination and use of certain critical accounting estimates, assumptions, and management judgements that have the potential to cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Such estimates, judgements and underlying assumptions are reviewed on an ongoing basis.

The area involving a higher degree of judgement is in the fair value measurement of financial assets at fair value through profit or loss (refer to **Note 11**).

**(g) Authorisation of financial statements for issue**

The financial statements are authorised for issue by the Acting Insurance Commissioner and the General Manager, Business and Advisory Services at the date of signing the Management Certificate.

**(h) Basis of measurement**

The financial statements have been prepared on a historical cost basis, except for financial assets at fair value through profit or loss which are shown at fair value.

**(i) Offsetting financial assets and financial liabilities**

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Refer to **Note 12** for more details on financial assets at fair value through profit or loss.

**(j) Cash and cash equivalents**

Cash represents cash at bank and cheques receipted but not banked at 30 June.

**2. OBJECTIVES OF MAIC**

MAIC is responsible for regulation and ongoing management of the Queensland Compulsory Third Party (CTP) scheme and the Nominal Defendant Fund. It provides a framework for premium setting and ensures compliance with the provisions of the Act. It also conducts research in motor accident prevention and rehabilitation.

**3. LEVY**

Levy income consists of Statutory Insurance Scheme (SIS) levies received to fund the estimated operating costs of administering the Act and provides funding for research into accident prevention and injury mitigation.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**3. LEVY - continued**

Levies are recognised at the time they are legally payable by the Department of Transport and Main Roads (DTMR) to MAIC in accordance with section 27 of the Act. Under current arrangements, the levies are payable on a weekly basis. The SIS levy rate is fixed each year by regulation in accordance with section 14A (1) of the Act.

**4. PENALTIES**

Penalties are recognised at the time they are legally payable by DTMR and Queensland Treasury State Penalties Enforcement Registry (SPER) to MAIC for penalties issued under section 20 of the Act. This occurs at the time of receipt of monies from uninsured motorists.

**5. USER CHARGES**

|                                  | <b>2026</b>   | <b>2025</b>   |
|----------------------------------|---------------|---------------|
|                                  | <b>\$'000</b> | <b>\$'000</b> |
| NIISQ corporate services charges | 1,239         | 1,024         |
| ND corporate services charges    | 669           | 709           |
| <b>Total</b>                     | <b>1,908</b>  | <b>1,733</b>  |

MAIC has a corporate support services tripartite memorandum of understanding (MOU) in place with the National Injury Insurance Agency, Queensland (NIISQ Agency) and the Nominal Defendant (ND) for the receipt (Refer to **Note 8**) and provision of corporate support services among the three entities. The charges above represent the services provided to the two agencies.

**6. GRANTS**

|                                        | <b>2026</b>   | <b>2025</b>   |
|----------------------------------------|---------------|---------------|
|                                        | <b>\$'000</b> | <b>\$'000</b> |
| Rehabilitation initiatives research    | 19,835        | 14,024        |
| Strategic accident prevention research | 9,594         | 9,616         |
| Road trauma mitigation research        | 3,519         | 3,623         |
| <b>Total</b>                           | <b>32,948</b> | <b>27,263</b> |

The payments of the above grants are dependent on the grantee organisation satisfying conditions as set out in the grant agreement. The expense is recognised when the terms and conditions of the grants have been satisfied and upon receipt of invoices. Unspent grants need to be returned to MAIC unless approval is obtained to retain the funds and is disclosed as part of other revenue in the Statement of Comprehensive Income.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**7. EMPLOYEE EXPENSES**

|                                       | 2026         | 2025         |
|---------------------------------------|--------------|--------------|
|                                       | \$'000       | \$'000       |
| Salaries and wages                    | 4,438        | 4,370        |
| Employer superannuation contributions | 654          | 623          |
| Leave levies                          | 597          | 581          |
| Employee related expenses             | 78           | 99           |
| Other employee benefits               | 4            | 14           |
| <b>Total</b>                          | <b>5,771</b> | <b>5,687</b> |

The number of employees, including both full-time employees and part-time employees, measured on a full-time equivalent basis is 33 as at 30 June 2026 and 32 for 30 June 2025 (reflecting Minimum Obligatory Human Resource Information).

***Wages, salaries, and sick leave***

Salaries and wages expense is recognised in the Statement of Comprehensive Income when services are rendered. Wages and salaries due but unpaid at reporting date are recognised at the current remuneration rates as these liabilities are expected to be settled within 12 months of reporting date and as such are undiscounted.

Sick leave is non-vesting, and an expense is recognised when the leave is taken.

***Annual and long service leave***

No provision is recognised for liabilities in relation to annual and long service leave as the liability is held on a whole-of-government basis and reported in those financial statements pursuant to AASB 1049 *Whole of Government and General Government Sector Financial Reporting*.

Under the Queensland Government's Annual Leave Central Scheme and Long Service Leave Scheme, levies are made on MAIC to cover the cost of employees' annual leave and long service leave. The levies are expensed in the period in which they are payable. Amounts paid to employees for annual leave and long service leave are claimed from the scheme quarterly in arrears.

***Superannuation***

Employer superannuation contributions are provided through defined contribution (accumulation) plans or the Queensland Government's defined benefit plan administered by the government division of Australian Retirement Trust as determined by the employee's conditions of employment. Contributions are expensed when they are paid or become payable following completion of the employee's service each pay period. MAIC's obligations are limited to those contributions paid.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**7. EMPLOYEE EXPENSES - continued**

Contributions for accumulation plans are made to eligible complying superannuation funds based on the rates specified in the relevant enterprise bargaining agreements or other conditions of employment.

The liability for defined benefits is held on a whole-of-government basis and reported in those financial statements pursuant to AASB1049 *Whole of Government and General Government Sector Financial Reporting*. The amount of contributions for defined benefit plan obligations is based upon the rates determined on the advice of the State Actuary's Office.

Key management personnel and remuneration disclosures are detailed in **Note 17**.

**8. SUPPLIES AND SERVICES**

|                                             | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------------|---------------|---------------|
|                                             | <b>\$'000</b> | <b>\$'000</b> |
| Consultants and contractors                 | 2,334         | 1,981         |
| NIISQ corporate services fee <sup>(a)</sup> | 1,477         | 1,279         |
| IT related expenses                         | 1,120         | 1,191         |
| Queensland Treasury corporate services fee  | 990           | 837           |
| QIC management fee                          | 760           | 760           |
| Rent                                        | 591           | 453           |
| Legal fee                                   | 544           | 554           |
| Queensland Treasury actuarial fees          | 541           | 518           |
| Other supplies and services <sup>(b)</sup>  | 157           | 154           |
| <b>Total</b>                                | <b>8,514</b>  | <b>7,727</b>  |

An expense is recognised when it is incurred, usually as goods or services are received or consumed.

(a) Corporate support services provided by National Injury Insurance Agency, Queensland (NIISQ) to MAIC under the tripartite memorandum of understanding (Refer to **Note 18**).

(b) Included in other supplies and services, total audit fees quoted by the Queensland Audit Office relating to the 2025-26 financial statements are \$33,300 (2025: \$30,250).

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**9. RECEIVABLES**

|                             | <b>2026</b>   | <b>2025</b>   |
|-----------------------------|---------------|---------------|
|                             | <b>\$'000</b> | <b>\$'000</b> |
| Accrued penalties           | 623           | 536           |
| Leave reimbursements        | 219           | 119           |
| GST receivable - <i>net</i> | 74            | 220           |
| Other receivables           | 80            | 18            |
| <b>Total</b>                | <b>996</b>    | <b>893</b>    |

Receivables are recognised at the amounts due at the time-of-service delivery or when they are legally payable to MAIC. Penalties are recognised at the time of receipt of monies from uninsured motorists (refer to **Note 4**). Settlement of these amounts is required within 30 days. The collectability of receivables is assessed periodically, and a loss allowance is recognised for expected credit losses based on reasonable and supportable forward-looking information.

Receivables from Queensland and Australian Government entities (Penalties, GST and Leave reimbursements) do not recognise a loss allowance as these are considered exceptionally low credit risk. Refer to **Note 12** for MAIC's credit risk disclosures. Where MAIC has no reasonable expectation of recovering an amount owed by a debtor, the debt will be written off.

**10. PAYABLES**

|                  | <b>2026</b>   | <b>2025</b>   |
|------------------|---------------|---------------|
|                  | <b>\$'000</b> | <b>\$'000</b> |
| Trade creditors  | 619           | 297           |
| Accrued expenses | 479           | 1,153         |
| <b>Total</b>     | <b>1,098</b>  | <b>1,450</b>  |

Trade creditors are recognised upon receipt of the invoices for goods or services ordered, while accrued expenses are recognised upon receipt of the goods or services ordered where invoices have yet to be received. Grants payable, included in the trade creditors, are recognised when the terms and conditions of the grants have been satisfied and upon receipt of invoices. They are measured at the nominal amount i.e. agreed purchase/contract price, gross of applicable trade and other discounts. Amounts owing are unsecured.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**11. FAIR VALUE MEASUREMENT**

Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly derived from observable inputs or estimated using another valuation technique.

Financial assets carried at fair value are categorised within the following fair value hierarchy:

|         |                                                                                                                   |
|---------|-------------------------------------------------------------------------------------------------------------------|
| Level 1 | unadjusted quoted prices in active markets for identical assets or liabilities the entity can access;             |
| Level 2 | inputs (other than quoted prices included within level 1) that are observable, either directly or indirectly; and |
| Level 3 | unobservable inputs.                                                                                              |

Observable inputs are publicly available data that are relevant to the characteristics of the assets/liabilities being valued. Unobservable inputs are data, assumptions and judgements that are not available publicly, but are relevant to the characteristics of the assets/liabilities being valued.

|                                | Level 2        |                | Level 3       |               | Total          |                |
|--------------------------------|----------------|----------------|---------------|---------------|----------------|----------------|
|                                | 2026           | 2025           | 2026          | 2025          | 2026           | 2025           |
|                                | \$'000         | \$'000         | \$'000        | \$'000        | \$'000         | \$'000         |
| Financial assets at fair value |                |                |               |               |                |                |
| through profit or loss         | 107,660        | 102,273        | 26,397        | 24,832        | 134,057        | 127,105        |
| <b>Total</b>                   | <b>107,660</b> | <b>102,273</b> | <b>26,397</b> | <b>24,832</b> | <b>134,057</b> | <b>127,105</b> |

MAIC recognises financial assets invested with QIC at fair value through profit or loss. Fair value gains and losses are recognised in the Statement of Comprehensive Income. Classification of instruments into fair value hierarchy levels is reviewed annually.

The fair value of receivables and payables is assumed to approximate the value of the original transaction.

The carrying amount for cash assets represents the fair value.

**Fair value hierarchy – Level 1**

None of MAIC's valuation of financial assets or liabilities are eligible for categorisation into level 1 of the fair value hierarchy.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**11. FAIR VALUE MEASUREMENT – continued**

**Fair value hierarchy – Level 2**

MAIC measures investments in the QIC Long Term Diversified Fund at market value based on closing unit prices of QIC unlisted unit trusts.

While the units in this unit trust have redemption prices and can be traded, the market would not be considered active for level 1, therefore, they are level 2. A market comparison valuation approach is used, with the units carried at redemption value as reasonably determined by the fund manager.

**Fair value hierarchy – Level 3**

MAIC holds investments in the QIC Registry Trust. These financial assets are not traded in an active market and include infrastructure assets which are held through investments in unlisted debt and equity instruments issued by portfolio companies.

The fair value reported by MAIC is based on QIC's determination of the investments' fair value. The valuations of the underlying investments are based on unobservable inputs, and their fair value is determined by QIC via independent valuations in accordance with QIC's Investment Valuations Policy. The sensitivity of the fair value measurement to market changes is outlined in **Note 12(c)**.

**Reconciliation of Level 3 fair value movements**

|                                                                                   | <b>2026</b>   | <b>2025</b>   |
|-----------------------------------------------------------------------------------|---------------|---------------|
| <b>Financial assets at fair value through profit or loss - QIC Registry Trust</b> | <b>\$'000</b> | <b>\$'000</b> |
| Carrying amount at 1 July                                                         | 24,832        | 21,144        |
| Distributions                                                                     | (4,294)       | (3,258)       |
| Gains recognised in operating result                                              | 5,859         | 6,946         |
| <b>Carrying amount at 30 June</b>                                                 | <b>26,397</b> | <b>24,832</b> |

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**12. FINANCIAL RISK DISCLOSURES**

**(a) Categorisation of financial instruments**

MAIC has the following categories of financial assets and financial liabilities:

| <b>Category</b>                                       | <b>Note</b> | <b>2026<br/>\$'000</b> | <b>2025<br/>\$'000</b> |
|-------------------------------------------------------|-------------|------------------------|------------------------|
| <b>Financial assets</b>                               |             |                        |                        |
| Cash and cash equivalents                             |             | 10,359                 | 12,353                 |
| Receivables (amortised cost)                          | 9           | 996                    | 893                    |
| Financial assets at fair value through profit or loss | 11          | 134,057                | 127,105                |
| <b>Total</b>                                          |             | <b>145,412</b>         | <b>140,351</b>         |
| <b>Financial liabilities</b>                          |             |                        |                        |
| Current payables (amortised cost)                     | 10          | 1,098                  | 1,450                  |
| <b>Total</b>                                          |             | <b>1,098</b>           | <b>1,450</b>           |

MAIC's receivables are measured at amortised cost as they are held for collection of contractual cash flows that are solely payments of principal.

MAIC's financial assets consists of investments with QIC. As disclosed in **Note 11**, these are measured at fair value through profit or loss in accordance with AASB 9 *Financial Instruments*. The investments are managed and evaluated on a fair value basis according to QIC's investment strategy.

No financial assets and financial liabilities have been offset and presented net in the Statement of Financial Position.

**(b) Financial risk management**

MAIC's activities expose it to a variety of financial risks – credit risk, liquidity risk, and market risk.

Risk exposure is measured using a variety of methods:

| <b>Risk Exposure</b> | <b>Measurement Method</b> |
|----------------------|---------------------------|
| Credit risk          | Earnings at risk          |
| Liquidity risk       | Maturity analysis         |
| Market risk          | Sensitivity analysis      |

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**12. FINANCIAL RISK DISCLOSURES – continued**

**(i) Credit risk**

Credit risk exposure refers to the situation where MAIC may incur financial loss because of another party to a financial instrument failing to discharge their obligation. Credit risk arises from financial assets (cash and cash equivalents, investments held with QIC and outstanding receivables).

The carrying amount of financial assets disclosed in **Note 12(a)** represents MAIC's maximum exposure to credit risk at balance date.

MAIC seeks to reduce the exposure to credit risk in the following manner:

- invest in secure assets through QIC with regular reviews of the investment strategy through frequent communication and meetings with QIC regarding MAIC's future cash requirements and to agree the investment mandate;
- all funds owed are monitored on a timely basis; and
- assess credit risk exposure, including any concentrations of risk, on an ongoing basis.

Cash and cash equivalents are held with banking and financial institutions through the whole-of-government banking arrangement managed by Queensland Treasury.

MAIC does not expect any material credit losses in relation to its receivables disclosed in **Note 9**. The debtor group comprises of Queensland and Australian Government entities. They are expected to have an insignificant level of credit risk exposure having regard to the nature and credit ratings of these entities.

**(ii) Liquidity risk**

Liquidity risk refers to the situation where MAIC may encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

MAIC is exposed to liquidity risk in respect of its current payables. The current classification represents the expected maturity of the payables. MAIC manages its exposure to liquidity risk by ensuring that MAIC has sufficient funds available to meet its liabilities. This is achieved by monitoring the QIC investment funds and maintaining minimum cash balances within its bank account to meet both short-term and long-term cash flow requirements.

**(iii) Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices – namely, unit prices, interest rates, and foreign exchange rates. Market risk comprises of foreign currency risk, interest rate risk, and other price risk.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

**12. FINANCIAL RISK DISCLOSURES – continued**

The significant market risks to MAIC relate to its investments managed by QIC. The investment portfolio includes investments in cash, fixed interest funds, property, infrastructure, private equity, international and Australian equities, and alternative funds. The market risk of the investment portfolio comprises the risk that the market prices of the funds will change during the next reporting period.

Interest rate risk also exists in relation to MAIC's cash held in interest bearing bank accounts.

Market risk is managed through regular reviews of the investment strategies with QIC and assessment of three-year return forecasts.

**(c) Market risk sensitivity analysis**

A sensitivity analysis has been performed assessing the impact to the profit or loss if the market prices of MAIC's investment funds change. The analysis is based on a range of reasonably possible changes to key risk variables applicable to the QIC investment funds as identified by QIC, including the Reserve Bank of Australia official cash rate, US Federal Reserve official cash rate, ASX 200, MSCI World ex Australia Equities Index, real estate capitalisation rate and exchange rate.

MAIC's sensitivity to these changes are shown in the table below. The foreign exchange risk represents the risk that the exposure value (in AUD) of a financial instrument will fluctuate because of changes in foreign exchange rates. For example, if the underlying foreign currencies strengthen, the AUD exposure value will weaken, and vice-versa.

| <b>2026</b>                      | <b>Price Risk</b> |               | <b>Interest Rate Risk</b> |               | <b>Foreign Exchange Risk</b> |                 |
|----------------------------------|-------------------|---------------|---------------------------|---------------|------------------------------|-----------------|
| <b>Investments</b>               | <b>-15%</b>       | <b>+15%</b>   | <b>-1.10%</b>             | <b>+1.10%</b> | <b>-9%</b>                   | <b>+9%</b>      |
|                                  | <b>\$'000</b>     | <b>\$'000</b> | <b>\$'000</b>             | <b>\$'000</b> | <b>\$'000</b>                | <b>\$'000</b>   |
| QIC Long Term Diversified Fund   | (16,149)          | 16,149        | (1,184)                   | 1,184         | 9,689                        | (9,689)         |
| QIC Registry Trust               | (3,959)           | 3,959         | (290)                     | 290           | 2,376                        | (2,376)         |
| <b>Impact on Profit / Equity</b> | <b>(20,108)</b>   | <b>20,108</b> | <b>(1,474)</b>            | <b>1,474</b>  | <b>12,065</b>                | <b>(12,065)</b> |

| <b>2025</b>                      | <b>Price Risk</b> |               | <b>Interest Rate Risk</b> |               | <b>Foreign Exchange Risk</b> |                 |
|----------------------------------|-------------------|---------------|---------------------------|---------------|------------------------------|-----------------|
| <b>Investments</b>               | <b>-15%</b>       | <b>+15%</b>   | <b>-0.95%</b>             | <b>+0.95%</b> | <b>-9%</b>                   | <b>+9%</b>      |
|                                  | <b>\$'000</b>     | <b>\$'000</b> | <b>\$'000</b>             | <b>\$'000</b> | <b>\$'000</b>                | <b>\$'000</b>   |
| QIC Long Term Diversified Fund   | (15,341)          | 15,341        | (972)                     | 972           | 9,205                        | (9,205)         |
| QIC Registry Trust               | (3,725)           | 3,725         | (236)                     | 236           | 2,235                        | (2,235)         |
| <b>Impact on Profit / Equity</b> | <b>(19,066)</b>   | <b>19,066</b> | <b>(1,208)</b>            | <b>1,208</b>  | <b>11,440</b>                | <b>(11,440)</b> |

The interest rate risk associated with MAIC's cash and cash equivalents is immaterial.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**13. CONTINGENCIES AND COMMITMENTS**

There were no significant commitments or contingent assets or liabilities at 30 June 2026.

**14. EVENTS OCCURRING AFTER THE REPORTING DATE**

MAIC has not had any material events occurring after 30 June 2026.

**15. FUTURE IMPACT OF ACCOUNTING STANDARDS NOT YET EFFECTIVE**

***AASB 18 Presentation and Disclosure in Financial Statements***

AASB 18 applies to not-for-profit public sector entities for annual reporting periods beginning on or after 1 January 2028, which will be the 2028-29 financial year for MAIC.

This standard sets out new requirements for the presentation of the Statement of Comprehensive Income, requires new disclosures about management-defined performance measures and removes existing options in the classification of dividends and interest received and interest paid in the Statement of Cash Flows.

The AASB is aware that there are issues that need to be clarified in applying AASB 18's new requirements to not-for-profit entities. The AASB expects to conduct outreach with not-for-profit and public sector entities to address these issues and expects that modifications to AASB 18 for application by these entities could take the form of guidance, exemptions, and alternative requirements.

MAIC will assess the expected impacts of AASB 18 after the AASB has decided on the modifications applicable to not-for-profit public sector entities. AASB 18's changes will only affect presentation and disclosure; it will not affect the recognition or measurement of any reported amounts.

All other Australian accounting standards and interpretations with future effective dates are either not applicable to MAIC's activities or have no material impact.

**16. BUDGETARY REPORTING DISCLOSURES**

In accordance with AASB 1055 *Budgetary Reporting*, the budget information presented to parliament has been restated for disclosure purposes to align with the presentation and classification bases adopted for the corresponding actual information in the financial statements, to facilitate a comparison of actual outcomes against the budget.

A budget versus actual comparison and explanation of major variances has not been included for the Statement of Changes in Equity as major variances relating to that statement have been addressed in explanations of major variances for other statements.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**16. BUDGETARY REPORTING DISCLOSURES – continued**

**Explanations of major variances**

***Statement of Comprehensive Income***

|                                                                                               |                                                                                                                                                                          |
|-----------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <i>Penalties</i>                                                                              | Higher penalties revenue from uninsured motorists collected by the DTMR and Queensland Treasury (SPER) and remitted to MAIC.                                             |
| <i>User Charges</i>                                                                           | Higher corporate support service revenue due to revised cost allocation methodologies and increased support services provided to NIISQ Agency and the Nominal Defendant. |
| <i>Net fair value gains/(losses) on financial assets at fair value through profit or loss</i> | Strong investment performance, particularly equity markets, resulting in higher than budgeted fair value gains.                                                          |
| <i>Employee expenses</i>                                                                      | The variance in employee expenses is primarily due to delays in filling vacancies during 2025-26.                                                                        |

***Statement of Financial Position***

|                                                              |                                                                                                                                  |
|--------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|
| <i>Cash and cash equivalents</i>                             | As detailed in the Statement of Cash Flows, the variance is primarily due to lower actual net cash used in operating activities. |
| <i>Receivables</i>                                           | The variance in receivables primarily relates to timing of penalties received.                                                   |
| <i>Financial assets at fair value through profit or loss</i> | Strong investment performance, particularly equity markets, resulting in higher than budgeted fair value gains.                  |
| <i>Payables</i>                                              | The variance in payables primarily relates to timing of grant and supplies and services invoice payments at period end.          |
| <i>Accumulated surplus</i>                                   | The increase is due to stronger operating results as explained in the Statement of Comprehensive Income.                         |

***Statement of Cash Flows***

|                              |                                                                                                                              |
|------------------------------|------------------------------------------------------------------------------------------------------------------------------|
| <i>Penalties</i>             | Higher penalties revenue from uninsured motorists collected by the DTMR and Queensland Treasury (SPER) and remitted to MAIC. |
| <i>GST input tax credits</i> | Variance due to different timing of input tax credit receipts from ATO.                                                      |
| <i>GST paid to suppliers</i> | Variance due to different timing of supplier invoice payments.                                                               |

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**16. BUDGETARY REPORTING DISCLOSURES – continued**

***Statement of Cash Flows - continued***

*Other revenue*                      The variance in other revenue relates to return of unspent grant funds.

*Grants*                              The variance in grant payments is primarily due to timing of payments relating to the rehabilitation initiative research program.

*Employee expenses*              The variance in employee expenses is primarily due to delays in filling vacancies during 2025-26.

*Supplies and Services*              The variance in supplies and services primarily relates to lower than budgeted expenditure on IT related costs.

*Investing activities*              The variances in cash flows from investing activities reflect QIC net cash investments and drawdowns performed during the year to meet cash flow requirements.

**17. KEY MANAGEMENT PERSONNEL (KMP) DISCLOSURES**

**Details of KMP**

The Treasurer, Minister for Energy and Minister for Home Ownership, and the Minister for Finance, Trade, Employment and Training are identified as part of MAIC’s KMP, consistent with additional guidance included in the revised version of *AASB124 Related Party Disclosures*.

The details for non-Ministerial KMP include those positions that had authority and responsibility for planning, directing, and controlling the activities of MAIC during 2025-26 and 2024-25 and can be found in the leadership team section of MAIC Annual Report.

**Remuneration policies**

Ministerial remuneration entitlements are outlined in the Legislative Assembly of Queensland’s Members’ Remuneration Handbook. MAIC does not bear any cost of remuneration of Ministers. Most ministerial entitlements are paid by the Legislative Assembly, with the remaining entitlements being provided by Ministerial Services Branch within the Department of the Premier and Cabinet. As all Ministers are reported as KMP of the Queensland Government, aggregate remuneration expenses for all Ministers are disclosed in the Queensland General Government and whole-of-government Consolidated Financial Statements, which are published as part of Queensland Treasury’s Report on State Finances.

Remuneration policy for MAIC’s other KMP is set by the Queensland Public Service Commission as provided for under the *Public Sector Act 2022*. The remuneration and other terms of employment (including motor vehicle entitlements) for the KMP are specified in employment contracts.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
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**17. KEY MANAGEMENT PERSONNEL (KMP) DISCLOSURES – continued**

Remuneration expenses for KMP comprise the following components:

- Short term employee expenses which include:
  - Salaries, allowances and leave entitlements earned and expensed for the entire year, or for that part of the year during which the employee occupied the specified position.
  - Non-monetary benefits - consisting of provision of vehicle together with fringe benefits tax applicable to the benefit.
- Long term employee expenses include amounts expensed in respect of long service leave entitlements earned.
- Post-employment expenses include amounts expensed in respect of employer superannuation obligations.
- Termination benefits are not provided for within individual contracts of employment. Contracts of employment provide only for notice periods or payment in lieu of notice on termination, regardless of the reason for termination.

**Remuneration expense**

The following disclosures focus on the expenses incurred solely by MAIC that are attributable to key management positions during the respective reporting periods. Therefore, the amounts disclosed reflect expenses recognised in the Statement of Comprehensive Income.

**1 July 2025 to 30 June 2026**

| Position                                                            | Short term employee expenses |                        | Long term employee expenses<br>\$'000 | Post employment expenses<br>\$'000 | Termination benefits<br>\$'000 | Total expenses<br>\$'000 |
|---------------------------------------------------------------------|------------------------------|------------------------|---------------------------------------|------------------------------------|--------------------------------|--------------------------|
|                                                                     | Monetary Expenses<br>\$'000  | Non-Monetary<br>\$'000 |                                       |                                    |                                |                          |
| Insurance Commissioner (to 30 April 2026) <sup>(1)</sup>            | 165                          | 2                      | 5                                     | 37                                 | -                              | 209                      |
| Acting Insurance Commissioner (from 3 November 2025) <sup>(1)</sup> | 237                          | 4                      | 5                                     | 26                                 | -                              | 272                      |
| General Manager MAIC                                                | 223                          | 5                      | 6                                     | 29                                 | -                              | 263                      |
| General Manager Innovation and Delivery <sup>(2)</sup>              | -                            | -                      | -                                     | -                                  | -                              | -                        |
| General Manager Business and Advisory Services <sup>(2)</sup>       | -                            | -                      | -                                     | -                                  | -                              | -                        |

- (1) The previous Insurance Commissioner was on extended leave from 3 November 2025 to 30 April 2026. During this time, the current Acting Insurance Commissioner served in the role on an interim basis.
- (2) This is a NIISQ position, and the remuneration is disclosed in the NIISQ financial statements. Under the tripartite memorandum of understanding between NIISQ, MAIC and ND, the position oversees the function across the three agencies.

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

**17. KEY MANAGEMENT PERSONNEL (KMP) DISCLOSURES – continued**

**1 July 2024 to 30 June 2025**

| Position                                                      | Short term employee expenses |                        | Long term employee expenses<br>\$'000 | Post employment expenses<br>\$'000 | Termination benefits<br>\$'000 | Total expenses<br>\$'000 |
|---------------------------------------------------------------|------------------------------|------------------------|---------------------------------------|------------------------------------|--------------------------------|--------------------------|
|                                                               | Monetary Expenses<br>\$'000  | Non-Monetary<br>\$'000 |                                       |                                    |                                |                          |
| Insurance Commissioner                                        | 334                          | 5                      | 9                                     | 42                                 | -                              | 390                      |
| General Manager MAIC                                          | 224                          | 5                      | 6                                     | 28                                 | -                              | 263                      |
| General Manager Innovation and Delivery <sup>(1)</sup>        | -                            | -                      | -                                     | -                                  | -                              | -                        |
| General Manager Business and Advisory Services <sup>(1)</sup> | -                            | -                      | -                                     | -                                  | -                              | -                        |

- (1) This is a NIISQ position, and the remuneration is disclosed in the NIISQ financial statements. Under the tripartite memorandum of understanding between NIISQ, MAIC and ND, the position oversees the function across the three agencies.

**Performance Payments**

No KMP remuneration packages were provided for performance or bonus payments.

**18. RELATED PARTY TRANSACTIONS**

**Transactions with people/entities related to KMP**

During the financial year there were no transactions with people or entities related to KMPs of MAIC.

**Transactions with other Queensland Government-controlled entities**

MAIC received levy income from DTMR in accordance with the Act (**Note 3**).

MAIC received penalty income from DTMR and Queensland Treasury (State Penalties Enforcement Registry) in accordance with the Act (**Note 4**).

MAIC has a corporate support services tripartite memorandum of understanding (MOU) in place with the ND and the NIISQ Agency for the receipt and provision of corporate support services among the three entities (**Note 5** and **Note 8**).

Queensland Treasury also provides corporate support and actuarial services to MAIC (**Note 8**).

MAIC incurred management fees from QIC for the management of the QIC unlisted unit trusts (**Note 8**).

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**18. RELATED PARTY TRANSACTIONS – Continued.**

During the financial year, MAIC provided grant funding:

- \$3,518,000 to Queensland Police Service (QPS) to support targeted research and service delivery initiatives as a means of reducing the number of crashes on Queensland roads and the associated number of claims to the Queensland CTP scheme (**Note 6**).
- \$826,000 to DTMR to support research for Road Safety Data Bureau and Transport Academic Partnership (**Note 6**).
- \$2,284,000 to Metro North Hospital and Health Services for supporting the Jamieson Trauma Institute and a Trauma fellow position (**Note 6**).
- \$1,796,000 to Queensland Health for Retrieval Services Qld to increase research and data analytics, Townsville Hospital and Health Services for a Trauma Connect pilot and Gold Coast University Hospital for trauma review and RACCS position funding (**Note 6**).

**19. AGENCY TRANSACTIONS**

MAIC receives Hospital and Emergency Services Levy amounts from DTMR on gross insurance premiums on behalf of Queensland Health (QH), Queensland Fire Department (QFD), and QPS. Details of amounts collected and administered during the year, and the amount held on behalf of these agencies at 30 June are as follows:

Levies collected on behalf of QH, QFD and QPS during the current year have not been included as revenue in the Statement of Comprehensive Income as these amounts are not controlled. Similarly, remittances made to these agencies have not been included as expenses.

| Type of Levy                                           | Levies collected from DTMR |               | Contributions paid to QH, QFD and QPS |                 | Outstanding levies for remittance to QH, QFD and QPS |              |
|--------------------------------------------------------|----------------------------|---------------|---------------------------------------|-----------------|------------------------------------------------------|--------------|
|                                                        | 2026                       | 2025          | 2026                                  | 2025            | 2026                                                 | 2025         |
|                                                        | \$'000                     | \$'000        | \$'000                                | \$'000          | \$'000                                               | \$'000       |
| Levies collected but not remitted in the previous year | 5,447                      | 5,711         | -                                     | -               | -                                                    | -            |
| Hospital levy                                          | 51,787                     | 40,624        | (50,536)                              | (40,640)        | 5,906                                                | 4,655        |
| Emergency Services levy - QFD                          | 2,990                      | 2,392         | (2,910)                               | (2,408)         | 352                                                  | 272          |
| Emergency Services levy - QPS                          | 4,772                      | 4,811         | (4,748)                               | (5,044)         | 544                                                  | 520          |
| <b>Total</b>                                           | <b>64,996</b>              | <b>53,538</b> | <b>(58,194)</b>                       | <b>(48,092)</b> | <b>6,802</b>                                         | <b>5,447</b> |

**Motor Accident Insurance Commission**  
**Notes to and forming part of the financial statements**  
**for the year ended 30 June 2026**

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**20. TAXATION**

MAIC is a statutory body as defined under the *Income Tax Assessment Act 1936* and is exempt from Commonwealth taxation except for FBT and Goods and Services Tax (GST). FBT and GST are the only taxes accounted for by MAIC. GST credits receivable from, and GST payable to the ATO, are recognised in the Statement of Financial Position (refer to **Note 9** and **Note 10**).

**21. FIRST YEAR APPLICATION OF NEW ACCOUNTING STANDARDS OR CHANGE IN ACCOUNTING POLICY**

**Changes in accounting policies**

MAIC did not voluntarily change any of its accounting policies during 2025-26.

**Accounting standards early adopted**

No Australian Accounting Standards have been early adopted for 2025-26.

**Accounting standards applied for the first time**

No new accounting standards or interpretations that apply to MAIC for the first time in 2025-26 have any material impact on the financial statements.

**22. CLIMATE RISK DISCLOSURE**

MAIC considers climate-related risks when assessing material accounting judgements and estimates used in preparing its financial report. Key estimates and judgements identified include the potential for changes in asset useful lives, changes in the fair value of assets, impairment of assets, the recognition of provisions or the possibility of contingent liabilities.

MAIC continues to monitor the emergence of material climate-related risks that may impact the financial statements, including Queensland Government climate-related policies or directives.

No adjustments to the carrying value of assets were recognised during the financial year because of climate-related risks impacting current accounting estimates and judgements. No other transactions have been recognised during the financial year specifically due to climate-related risks impacting MAIC.

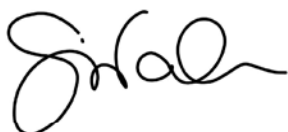
## MANAGEMENT CERTIFICATE

for the year ended 30 June 2026

These general purpose financial statements have been prepared pursuant to section 62(1) of the *Financial Accountability Act 2009* (the Act), section 39 of the *Financial and Performance Management Standard 2019* and other prescribed requirements. In accordance with section 62(1)(b) of the Act, we certify that in our opinion:

- a) the prescribed requirements for establishing and keeping the accounts have been complied with in all material respects; and
- b) the financial statements have been drawn up to present a true and fair view, in accordance with prescribed accounting standards, of the transactions of Motor Accident Insurance Commission (MAIC) for the financial year ended 30 June 2026 and of the financial position of MAIC at the end of that year; and

We acknowledge responsibility under section 7 and section 11 of the *Financial and Performance Management Standard 2019* for the establishment and maintenance, in all material respects, of an appropriate and effective system of internal controls and risk management processes with respect to financial reporting throughout the reporting period.



G Walker

Acting Insurance Commissioner

28 August 2026



R McLean, CA

General Manager, Business and Advisory Services

28 August 2026

## INDEPENDENT AUDITOR'S REPORT

To the Insurance Commissioner of Motor Accident Insurance Commission

### Report on the audit of the financial report

#### Opinion

I have audited the accompanying financial report of Motor Accident Insurance Commission.

The financial report comprises the statement of financial position as at 30 June 2026, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements including material accounting policy information, and the management certificate.

In accordance with s. 40 of the *Auditor-General Act 2009*, for the year ended 30 June 2026:

- a) I received all the information and explanations I required.
- b) I consider that, the prescribed requirements in relation to the establishment and keeping of accounts were complied with in all material respects.
- c) In my opinion, the financial report:
  - i. gives a true and fair view of the entity's financial position as at 30 June 2026, and its financial performance and cash flows for the year then ended
  - ii. complies with the *Financial Accountability Act 2009*, the Financial and Performance Management Standard 2019 and Australian Accounting Standards.

#### Basis for opinion

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

I am independent of the entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including independence standards)* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

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

#### Responsibilities of the Insurance Commissioner for the financial report

The Insurance Commissioner is responsible for:

- the preparation of the financial report that gives a true and fair view in accordance with the *Financial Accountability Act 2009*, the Financial and Performance Management Standard 2019 and Australian Accounting Standards, and such internal control as they determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error

- the establishment and keeping of accounts in accordance with prescribed requirements
- assessing the entity'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 it is intended to abolish the entity or to otherwise cease operations.

### **Auditor's responsibilities for the audit of the financial report**

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

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf)

A further description of my responsibilities under the *Auditor-General Act 2009* and *Auditor-General Auditing Standards* is located at the Queensland Audit Office website at:  
[www.qao.qld.gov.au/audit-program/audit-standards](http://www.qao.qld.gov.au/audit-program/audit-standards)

These descriptions form part of my auditor's report.



William Cunningham  
as delegate of the Auditor-General

28 August 2026

Queensland Audit Office  
Brisbane