

Bellarine Peninsula Community Branch Ltd
Condensed Financial Statements
For The Half Year Ended
31 December 2023

BELLARINE PENINSULA COMMUNITY BRANCH LIMITED

A.B.N. 33 089 107 657

CONDENSED FINANCIAL STATEMENTS

DIRECTORS' REPORT

Your Directors submit the financial report of the company for the half year ended 31 December 2023.

Directors

The names of directors who held office during the half year and until the date of this report are:

K Trewin	F Tol
S Wight	J Papak
P Volk	C Niven (appointed 7/8/2023)
J King	

Principal activities

The principal activities of the company during the course of the financial period were providing Community Bank branch services under management rights to operate franchised branches of Bendigo and Adelaide Bank Limited in Drysdale and Portarlington.

Significant changes to state of affairs

During the course of the financial period the company:

- renewed its lease agreement for the Portarlington branch building for a further five years, resulting in an increase in the company's right-of-use assets and lease liabilities.
- notified Bendigo and Adelaide Bank Limited of its intention to renew its franchise agreement for a further five years.

There were no other significant changes in the state of affairs of the company during the financial period.

Review of operations

Revenue for the half year to December is comparable to the same period last year which had considerable growth due to increases in the cash rate determined by the Reserve Bank of Australia (RBA). The net result for the half-year was also comparable with that achieved in the previous period, with the net profit of the company for the half year at \$546,448 compared to \$555,403 in the previous period.

Matters subsequent to the end of the reporting period

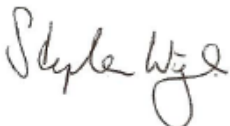
Subsequent to the end of the reporting period, the company renewed its franchise agreement with Bendigo and Adelaide Bank Limited for a further five years at a cost of \$140,614 (ex-GST), increasing the company's intangible assets and reducing the company's cash and cash equivalents.

There are no other matters or circumstances that have arisen since the end of the half year reporting period that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

Auditor's Independence Declaration

A copy of the Auditor's independence declaration as required under section 307C of the Corporations Act 2001 is attached.

Signed in accordance with a resolution of the Directors



Signed on the 4th day of March, 2024



Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
(03) 5443 0344

Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Bellarine Peninsula Community Branch Limited

We declare that, to the best of our knowledge and belief, for the half-year ended 31 December 2023 there have been no contraventions of:

- i. the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review
- ii. any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart', is positioned above the printed name.

Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 4 March 2024

A handwritten signature in black ink, appearing to read 'Lachlan Tatt', is positioned above the printed name.

Lachlan Tatt
Lead Auditor

BELLARINE PENINSULA COMMUNITY BRANCH LIMITED

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**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

	Note	31-Dec 2023 \$	31-Dec 2022 \$
Revenue from contracts with customers	3	1,489,946	1,568,723
Finance income		28,694	420
Other income		-	1,086
Employee benefit expense		(505,877)	(555,063)
Depreciation and amortisation expense		(50,761)	(51,186)
Other expenses		(200,735)	(195,525)
Finance costs		(8,260)	(5,154)
Profit/(Loss) before charitable donations & sponsorship		<u>753,007</u>	<u>763,301</u>
Charitable donations and sponsorship		(23,758)	(15,948)
Net result before income tax expense		<u>729,249</u>	<u>747,354</u>
Income tax expense		(182,801)	(191,951)
Net result after income tax expense		<u>546,448</u>	<u>555,403</u>
Other comprehensive income			
Unrealised gain/(loss) on financial assets measured at FVOCI		-	-
Total other comprehensive income		<u>-</u>	<u>-</u>
Comprehensive result for the half-year		<u><u>546,448</u></u>	<u><u>555,403</u></u>
Earnings per share:		¢	¢
Basic earnings per share from continuing operations		34.18	34.74
Diluted earnings per share from continuing operations		34.18	34.74

BELLARINE PENINSULA COMMUNITY BRANCH LIMITED

A.B.N. 33 089 107 657

CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

	Note	31-Dec 2023 \$	30-Jun 2023 \$
Current Assets			
Cash and Cash Equivalents		1,058,566	910,823
Other Financial Assets		1,129,469	752,244
Receivables		241,041	259,837
Prepayments		15,728	-
Total Current Assets		<u>2,444,804</u>	<u>1,922,904</u>
Non-Current Assets			
Other Financial Assets	7	9,643	9,643
Deferred Tax Assets		6,590	18,026
Property, plant and equipment		1,255,655	1,274,186
Right of use assets		411,074	16,714
Intangible Assets		1,080	14,268
Total Non-Current Assets		<u>1,684,042</u>	<u>1,332,837</u>
Total Assets		<u>4,128,846</u>	<u>3,255,741</u>
Current Liabilities			
Payables		78,150	112,026
Borrowings		18,231	3,775
Lease liabilities		64,540	29,419
Provisions		3,000	2,926
Employee Benefits		17,890	43,630
Current Tax Liabilities		551,681	380,316
Total Current Liabilities		<u>733,492</u>	<u>572,092</u>
Non-Current Liabilities			
Borrowings		10,807	33,200
Lease liabilities		346,534	-
Employee Benefits		8,287	7,314
Total Non-Current Liabilities		<u>365,628</u>	<u>40,514</u>
Total Liabilities		<u>1,099,120</u>	<u>612,606</u>
Net Assets		<u>3,029,726</u>	<u>2,643,135</u>
Equity			
Issued capital		787,911	787,911
Financial Assets Reserve		(30,357)	(30,357)
Retained earnings		2,272,172	1,885,581
Total Equity		<u>3,029,726</u>	<u>2,643,135</u>

BELLARINE PENINSULA COMMUNITY BRANCH LIMITED
A.B.N. 33 089 107 657
CONDENSED STATEMENT OF CHANGES IN EQUITY
AS AT 31 DECEMBER 2023

2023	Note	Share Capital \$	Financial Asset Reserve \$	Retained Earnings \$	Total Equity \$
Balance at 1 July 2023		787,911	(30,357)	1,885,581	2,643,135
Dividends paid	6	-	-	(159,857)	(159,857)
Comprehensive Result		-	-	546,448	546,448
Balance at 31 December 2023		787,911	(30,357)	2,272,172	3,029,726

2022	Note	Share Capital \$	Financial Asset Reserve \$	Retained Earnings \$	Total Equity \$
Balance at 1 July 2022		787,911	(22,643)	686,041	1,451,309
Dividends paid	6	-	-	(79,928)	(79,928)
Comprehensive Result		-	-	555,403	555,403
Balance at 31 December 2022		787,911	(22,643)	1,161,516	1,926,784

BELLARINE PENINSULA COMMUNITY BRANCH LIMITED

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CONDENSED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Note	31-Dec 2023 \$	31-Dec 2022 \$
Cash Flows From Operating Activities			
Receipts from customers		1,657,737	1,604,692
Payments to suppliers & employees		(953,736)	(885,635)
Lease payments (interest component)		(7,180)	(2,167)
Income tax paid		-	(35,291)
Interest paid		(1,007)	(2,987)
Interest received		28,694	420
		<u>724,510</u>	<u>679,032</u>
Net cash provided by operating activities			
Cash Flows From Investing Activities			
Purchase of property, plant and equipment		(2,328)	(1,850)
Payments for purchase of investments		(377,225)	-
Dividends received		-	386
		<u>(379,553)</u>	<u>(1,464)</u>
Net cash used in investing activities			
Cash Flows From Financing Activities			
Repayment of borrowings		(7,937)	(259,466)
Lease payments (principal component)		(29,419)	(32,019)
Dividends Paid	6	<u>(159,857)</u>	<u>(79,929)</u>
		<u>(197,213)</u>	<u>(371,414)</u>
Net cash used in financing activities			
Net increase/(decrease) in cash held		147,743	306,153
Cash at 1 July		<u>910,823</u>	<u>398,791</u>
Cash at 31 December		<u><u>1,058,566</u></u>	<u><u>704,945</u></u>

BELLARINE PENINSULA COMMUNITY BRANCH LIMITED

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

Note 1. Summary of significant accounting policies

Statement of Compliance

This general purpose financial report has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34: *Interim Financial Reporting*.

Basis of preparation

This financial report is intended to provide users with an update on the latest annual financial statements and does not include all the notes of the type normally included in an annual financial report. Accordingly, the report shall be read in conjunction with the annual financial report for the year ended 30 June 2023 and any public announcements made by the company during the period.

Accounting policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial report and the previous corresponding interim period.

The half-year financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Note 2. Events subsequent to reporting date

Subsequent to the end of the reporting period, the company renewed its franchise agreement with Bendigo and Adelaide Bank Limited for a further five years at a cost of \$140,614 (ex-GST), increasing the company's intangible assets and reducing the company's cash and cash equivalents.

There have been no other events subsequent to reporting date that would materially affect the financial statements at the reporting date.

Note 3. Revenue from contracts with customers

	31-Dec-23	31-Dec-22
Margin income	1,331,615	1,408,051
Fee income	62,233	67,691
Commission income	96,099	92,981
Revenue from contracts with customers	1,489,946	1,568,723

Disaggregation of revenue

All revenue from contracts with customers has been recognised at a point in time during the half-year.

Note 4. Contingent assets and liabilities

There were no contingent assets or liabilities at the date of this report to affect the financial statements.

Note 5. Related parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2023 annual financial report.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

Note 6. Dividends provided for or paid	31-Dec-23		31-Dec-22	
	Cents	\$	Cents	\$
a) Dividends paid during the period				
Fully franked dividend	10	159,857	5	79,929
Total dividends paid during the period	<u>10</u>	<u>159,857</u>	<u>5</u>	<u>79,929</u>

The tax rate at which dividends have been franked is 25% (2022: 25%).

Note 7. Fair value measurement

Some of the company's assets and liabilities are measured at fair value for financial reporting purposes. The board of directors determine the appropriate valuation techniques and inputs for fair value measurements.

Fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

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

In estimating the fair value of an asset or a liability, the company uses market-observable data to the extent it is available.

To provide an indication about the reliability of the inputs used in determining fair value, the applicable assets and liabilities have been classified into the three levels prescribed under the accounting standards, as outlined above.

At 31 December 2023	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Recurring fair value measurements:				
Listed investments:				
- shares in listed corporations	9,643	-	-	9,643
Total assets at fair value	<u>9,643</u>	<u>-</u>	<u>-</u>	<u>9,643</u>
At 30 June 2023	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Recurring fair value measurements:				
Listed investments:				
- shares in listed corporations	9,643	-	-	9,643
Total assets at fair value	<u>9,643</u>	<u>-</u>	<u>-</u>	<u>9,643</u>

There were no transfers between Level 1 and Level 2 during the reporting period. The company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

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CONDENSED FINANCIAL STATEMENTS

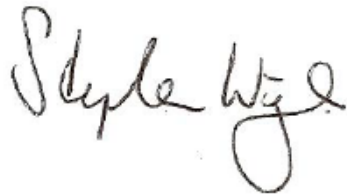
DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Bellarine Peninsula Community Branch Ltd, the directors of the company declare that:

In the opinion of the directors:

- (1) the financial statements and notes of the company:
 - (i) give a true and fair view of the company's financial position as at 31 December 2023 and its performance for the half-year ended on that date; and
 - (ii) comply with Accounting Standard AASB 134, Interim Financial Reporting and the Corporations Regulations 2001; and
- (2) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Dated this 4th day of March, 2024.



Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
(03) 5443 0344

Independent auditor's review report to the Directors of Bellarine Peninsula Community Branch Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Bellarine Peninsula Community Branch Limited (the company), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the accompanying half-year financial report of Bellarine Peninsula Community Branch Limited does not present fairly, in all material respects, the company's financial position at 31 December 2023, and of its financial performance and its cash flows for the half-year ended on that date, in accordance with the *Corporations Act 2001* and Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibility of the directors for the financial report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with the Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation and fair presentation of the of the half-year financial report that is free from material misstatement, whether due to fraud error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the half-year financial report does not present fairly, in all material respects in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2023 and its performance for the half-year ended on that date, in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Andrew Frewin Stewart
61 Bull Street, Bendigo VIC 3550
Dated: 4 March 2024



Lachlan Tatt
Lead Auditor