

# Dancoor Community Finances Limited

ABN 32 121 053 129

Financial Report - 30 June 2026

# Dancoor Community Finances Limited

## Directors' report

### 30 June 2026

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2026.

#### Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

|                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|---------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name:                     | Bronwyn Rachael Fox                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Title:                    | Non-executive director                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Experience and expertise: | Bronwyn has worked in the agriculture sector with not for profit groups for many years. Bronwyn has experience in building not for profits to become sustainable organisations as well as promoting their brand across the industry. Bronwyn has also gained experience in Strategy with a focus on Environmental Social Governance when in board positions. Bronwyn is also a partner in the family farm business, I&D Fox. The farming property is located in the Dandaragan area and Bronwyn is a very active community member, having held roles in many groups since moving the area in 2003. Bronwyn holds a Masters in Business Administration from UWA as well as a Bachelor of Science degree from Murdoch University. |
| Special responsibilities: | Chair form 6 May 2026, HR Committee and Community Investment and Marketing Committee                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Name:                     | Keiran Ashley Sullivan                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Title:                    | Non-executive director                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Experience and expertise: | Keiran is a Director and Partner of RSM Australia Pty Ltd which is currently the 6th largest global audit, tax and consulting network. He is a member of the Australian Institute of Company Directors (AICD) and has completed the AICD Company Directors course. He is also a Chartered Accountant and member of ICAANZ and a Chartered Tax Advisor and member of the Tax Institute of Australia. He has over 20 years of accounting, tax and advisory experience and holds a Bachelor of Business degree from Edith Cowan University. Keiran is also involved in local not for profit and sporting groups.                                                                                                                   |
| Special responsibilities: | Treasurer, Finance, Audit & Risk Committee and HR Committee                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Name:                     | Stephen Brown                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Title:                    | Non-executive director                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Experience and expertise: | Stephen has been Secretary/Treasurer of Not for Profit Industry Association SafeFarms WA for the past 10 years. His entire working career has been in the agricultural industry directly and indirectly including the Finance Broking Industry, working for 2 agricultural Banks and the agricultural machinery industry as CEO of private and Public companies importing and distributing a range of agricultural machinery throughout Australia.                                                                                                                                                                                                                                                                              |
| Special responsibilities: | Member of the Sub Committee for Community Funding Grants, Donations and Sponsorships                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Name:                     | Martin Flaig                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| Title:                    | Non-executive director (appointed 27 March 2026)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| Experience and expertise: | Martin has 30 years of professional experience in information technology and management consulting, including over a decade of senior executive leadership across Europe and Australia. For the past 7 years he has been working in a senior management role with a Western Australian utility. He holds a Diplom-Volkswirt degree (equivalent to Master of Economics) from Goethe University in Frankfurt, Germany. Martin is an active member of his community, serving as a board member of the local Senior High School and as a patrolling member of the local Surf Life Saving Club.                                                                                                                                      |
| Special responsibilities: | Finance, Audit & Risk Committee                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |

# Dancoor Community Finances Limited

## Directors' report

30 June 2026

|                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|---------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name:                     | Robert William Shanhun                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| Title:                    | Non-executive director (resigned 6 May 2026)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Experience and expertise: | <p>Past &amp; present occupations: Twenty-two years in Local Government within finance; administration; and community development. Eight years with the WA State Government departments of Indigenous Affairs, and Regional Development &amp; Lands. Involved in Government policy development and; project management; native title; and departmental business management.</p> <p>Involvement in community groups: Active member of the Jurien Bay Community Men's Shed (Secretary); playing member and Secretary of the Cervantes Bowling Club. Formerly involved with Albany Volunteer Resource Centre – Chairman; Albany Youth Support Association – Chairman; Albany Boating &amp; Offshore Fishing Club – President. Over 40 years involvement with various other community groups. Former elected Council member for the Shire of Dandaragan.</p> <p>Tertiary qualifications: Diploma - Community Welfare Work; Diploma - Community Services Management; Advanced Diploma - Business Management; Diploma – Remedial Massage.</p> <p>Employment skills: Workplace trainer and facilitator; project management; policy development; business and strategic planning; risk management.</p> |
| Special responsibilities: | Chair until 6 May 2026                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |

### Company secretary

The company secretary is Sharon Diane Young. Sharon was appointed to the position of company secretary on 22 November 2019.

|                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|---------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Experience and expertise: | <p>Over the past 30 years Sharon has had numerous and varied roles in a wide range of industries including serving as a member of the RAAF. Sharon has had extensive experience in administrative roles from leaving school as a Junior Secretary within the earthmoving equipment industry, from there she moved into Executive Secretary roles for the Hyatt Regency Hotel, HR Department and Executive Secretary for the Printing &amp; Allied Trades Employers Federation of Australia (P.A.T.E.F.A). Sharon has ventured into the Banking industry working as a customer service officer for Bankwest. Sharon is currently employed as Community Engagement Advisor by Bendigo Bank; Administration Officer for St John WA – Cervantes Sub Centre and continues to be the Board Support Officer for Dancoor CFL.</p> |
|---------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

### Principal activity

The principal activity of the company during the financial year was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited (Bendigo Bank).

There have been no significant changes in the nature of this activity during the financial year.

### Review of operations

The profit for the company after providing for income tax amounted to \$240,827 (30 June 2025: \$176,549).

### Dividends

No dividends were declared or paid in the current financial year.

### Significant changes in the state of affairs

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

### Matters subsequent to the end of the financial year

On 18 August 2026, APRA imposed licence conditions on Bendigo Bank relating to its non-financial risk management framework. Bendigo Bank subsequently announced a multi-year rectification program in response to those conditions.

Whilst neither APRA's announcement nor Bendigo Bank's public announcement specifically refer to Community Bank companies, the directors acknowledge that remediation and review activities may extend across BEN's broader branch network, which may include Community Bank branches. At the date of this report, the outcome of those activities, and any resulting impacts on the company, if any, are not known and cannot presently be determined.

**Dancoor Community Finances Limited**  
**Directors' report**  
**30 June 2026**

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**Likely developments and expected results of operations**

Except for the ongoing negotiations concerning renewal of the company's franchise agreement with Bendigo and Adelaide Bank Limited, as disclosed in note 5 to the financial statements, the directors are not aware of any other likely developments in the company's operations that are expected to significantly affect its operations, results or state of affairs in future financial years.

**Environmental regulation**

The company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

**Meetings of directors**

The number of directors' meetings attended by each of the directors' of the company during the financial year were:

|                        | Board<br>Eligible | Attended |
|------------------------|-------------------|----------|
| Keiran Ashley Sullivan | 11                | 7        |
| Robert William Shanhun | 9                 | 9        |
| Martin Flaig           | 4                 | 4        |
| Bronwyn Rachael Fox    | 11                | 8        |
| Stephen Brown          | 11                | 10       |

**Directors' benefits**

No director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the company, controlled entity or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest.

**Directors' interests**

The interest in company shareholdings for each director are:

|                        | Balance at the<br>start of the<br>year | Changes | Balance at the<br>end of the<br>year |
|------------------------|----------------------------------------|---------|--------------------------------------|
| Keiran Ashley Sullivan | 16,000                                 | 7,000   | 23,000                               |
| Robert William Shanhun | -                                      | -       | -                                    |
| Martin Flaig           | -                                      | -       | -                                    |
| Bronwyn Rachael Fox    | -                                      | -       | -                                    |
| Stephen Brown          | -                                      | -       | -                                    |

**Shares under option**

There were no unissued ordinary shares of the company under option outstanding at the date of this report.

**Shares issued on the exercise of options**

There were no ordinary shares of the company issued on the exercise of options during the year ended 30 June 2026 and up to the date of this report.

**Indemnity and insurance of directors and officers**

The company has indemnified all directors and management in respect of liabilities to other persons (other than the company or related body corporate) that may arise from their position as directors or management of the company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance.

**Dancoor Community Finances Limited**  
**Directors' report**  
**30 June 2026**

**Proceedings on behalf of the company**

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

**Indemnity and insurance of auditor**

The company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the company or any related entity against a liability incurred by the auditor.

During the financial year, the company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

**Non-audit services**

The company may decide to employ the auditor on assignments additional to their statutory duties where the auditor's expertise and experience with the company are important. Details of the amounts paid or payable to the auditor (Andrew Frewin Stewart) for audit and non-audit services provided during the year are set out in note 24 to the accounts.

The board has considered the non-audit services provided during the year by the auditor and is satisfied that the provision of the non-audit services is compatible with, and did not compromise, the auditor independence requirements of the *Corporations Act 2001* for the following reasons:

- all non-audit services have been reviewed by the board to ensure they do not impact on the impartiality, integrity and objectivity of the auditor
- the non-audit services provided do not undermine the general principles relating to auditor independence as set out in *APES 110 Code of Ethics for Professional Accountants*, as they did not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the company, acting as an advocate for the company or jointly sharing risks and rewards.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the *Corporations Act 2001*.

On behalf of the directors



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Keiran Ashley Sullivan  
Treasurer

29 September 2026



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

## Auditor's Independence Declaration under section 307C of the *Corporations Act 2001* to the Directors of Dancoor Community Finances Limited

As lead auditor for the audit of Dancoor Community Finances Limited for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

- i) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- ii) no contraventions of any applicable code of professional conduct in relation to the audit.

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: 29 September 2026

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

**Adrian Downing**  
Lead Auditor

**Dancoor Community Finances Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the year ended 30 June 2026**

|                                                                     | <b>Note</b> | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|---------------------------------------------------------------------|-------------|--------------------------|--------------------------|
| Revenue from contracts with customers                               | 6           | 897,066                  | 803,189                  |
| Other revenue                                                       | 7           | 50,158                   | 49,895                   |
| Finance revenue                                                     |             | 19,666                   | 16,097                   |
| Total revenue                                                       |             | <u>966,890</u>           | <u>869,181</u>           |
| Employee benefits expense                                           | 8           | (383,257)                | (390,788)                |
| Advertising and marketing costs                                     |             | (6,602)                  | (7,620)                  |
| Occupancy and associated costs                                      |             | (31,636)                 | (30,195)                 |
| System costs                                                        |             | (21,280)                 | (19,930)                 |
| Depreciation and amortisation expense                               | 8           | (65,893)                 | (60,433)                 |
| Finance costs                                                       |             | (2,575)                  | (4,625)                  |
| General administration expenses                                     |             | (93,628)                 | (90,052)                 |
| Total expenses before community contributions and income tax        |             | <u>(604,871)</u>         | <u>(603,643)</u>         |
| <b>Profit before community contributions and income tax expense</b> |             | 362,019                  | 265,538                  |
| Charitable donations, sponsorships and grants expense               | 8           | <u>(39,913)</u>          | <u>(28,881)</u>          |
| <b>Profit before income tax expense</b>                             |             | 322,106                  | 236,657                  |
| Income tax expense                                                  | 9           | <u>(81,279)</u>          | <u>(60,108)</u>          |
| <b>Profit after income tax expense for the year</b>                 |             | 240,827                  | 176,549                  |
| Other comprehensive income for the year, net of tax                 |             | <u>-</u>                 | <u>-</u>                 |
| <b>Total comprehensive income for the year</b>                      |             | <u><u>240,827</u></u>    | <u><u>176,549</u></u>    |
|                                                                     |             | <b>Cents</b>             | <b>Cents</b>             |
| Basic earnings per share                                            | 26          | 15.98                    | 11.71                    |
| Diluted earnings per share                                          | 26          | 15.98                    | 11.71                    |

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Dancoor Community Finances Limited**  
**Statement of financial position**  
**As at 30 June 2026**

|                                | <b>Note</b> | <b>2026</b><br>\$ | <b>2025</b><br>\$ |
|--------------------------------|-------------|-------------------|-------------------|
| <b>Assets</b>                  |             |                   |                   |
| <b>Current assets</b>          |             |                   |                   |
| Cash and cash equivalents      | 10          | 455,630           | 274,431           |
| Trade and other receivables    | 11          | 93,007            | 82,159            |
| Investments                    | 12          | 527,471           | 460,369           |
| Total current assets           |             | <u>1,076,108</u>  | <u>816,959</u>    |
| <b>Non-current assets</b>      |             |                   |                   |
| Property, plant and equipment  | 13          | 55,141            | 32,524            |
| Right-of-use assets            | 14          | 26,230            | 57,337            |
| Intangible assets              | 15          | 9,750             | 22,749            |
| Deferred tax assets            | 9           | 76,917            | 158,196           |
| Total non-current assets       |             | <u>168,038</u>    | <u>270,806</u>    |
| <b>Total assets</b>            |             | <u>1,244,146</u>  | <u>1,087,765</u>  |
| <b>Liabilities</b>             |             |                   |                   |
| <b>Current liabilities</b>     |             |                   |                   |
| Trade and other payables       | 16          | 53,981            | 59,611            |
| Lease liabilities              | 17          | 27,804            | 41,767            |
| Employee benefits              | 18          | 44,914            | 45,029            |
| Total current liabilities      |             | <u>126,699</u>    | <u>146,407</u>    |
| <b>Non-current liabilities</b> |             |                   |                   |
| Lease liabilities              | 17          | -                 | 20,244            |
| Employee benefits              | 18          | 1,523             | 1,410             |
| Lease make good provision      |             | 15,020            | 14,402            |
| Total non-current liabilities  |             | <u>16,543</u>     | <u>36,056</u>     |
| <b>Total liabilities</b>       |             | <u>143,242</u>    | <u>182,463</u>    |
| <b>Net assets</b>              |             | <u>1,100,904</u>  | <u>905,302</u>    |
| <b>Equity</b>                  |             |                   |                   |
| Issued capital                 | 19          | 1,390,383         | 1,435,608         |
| Accumulated losses             |             | (289,479)         | (530,306)         |
| <b>Total equity</b>            |             | <u>1,100,904</u>  | <u>905,302</u>    |

*The above statement of financial position should be read in conjunction with the accompanying notes*

**Dancoor Community Finances Limited**  
**Statement of changes in equity**  
**For the year ended 30 June 2026**

|                                                              | Note | Issued<br>capital<br>\$ | Accumulated<br>losses<br>\$ | Total<br>equity<br>\$ |
|--------------------------------------------------------------|------|-------------------------|-----------------------------|-----------------------|
| <b>Balance at 1 July 2024</b>                                |      | 1,480,833               | (706,855)                   | 773,978               |
| Profit after income tax expense                              |      | -                       | 176,549                     | 176,549               |
| Other comprehensive income, net of tax                       |      | -                       | -                           | -                     |
| Total comprehensive income                                   |      | -                       | 176,549                     | 176,549               |
| <i>Transactions with owners in their capacity as owners:</i> |      |                         |                             |                       |
| Return of capital                                            | 19   | (45,225)                | -                           | (45,225)              |
| <b>Balance at 30 June 2025</b>                               |      | <u>1,435,608</u>        | <u>(530,306)</u>            | <u>905,302</u>        |
| <br><b>Balance at 1 July 2025</b>                            |      | <br>1,435,608           | <br>(530,306)               | <br>905,302           |
| Profit after income tax expense                              |      | -                       | 240,827                     | 240,827               |
| Other comprehensive income, net of tax                       |      | -                       | -                           | -                     |
| Total comprehensive income                                   |      | -                       | 240,827                     | 240,827               |
| <i>Transactions with owners in their capacity as owners:</i> |      |                         |                             |                       |
| Return of capital                                            | 19   | (45,225)                | -                           | (45,225)              |
| <b>Balance at 30 June 2026</b>                               |      | <u>1,390,383</u>        | <u>(289,479)</u>            | <u>1,100,904</u>      |

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

**Dancoor Community Finances Limited**  
**Statement of cash flows**  
**For the year ended 30 June 2026**

|                                                                  | <b>Note</b> | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|------------------------------------------------------------------|-------------|--------------------------|--------------------------|
| <b>Cash flows from operating activities</b>                      |             |                          |                          |
| Receipts from customers (inclusive of GST)                       |             | 1,030,770                | 932,639                  |
| Payments to suppliers and employees (inclusive of GST)           |             | (661,497)                | (641,834)                |
| Interest received                                                |             | 19,070                   | 14,174                   |
| Net cash provided by operating activities                        | 25          | <u>388,343</u>           | <u>304,979</u>           |
| <b>Cash flows from investing activities</b>                      |             |                          |                          |
| Payments for investments                                         |             | (67,102)                 | (460,369)                |
| Payments for property, plant and equipment                       |             | (38,641)                 | (17,333)                 |
| Payments for intangible assets                                   |             | <u>(13,182)</u>          | <u>(13,182)</u>          |
| Net cash used in investing activities                            |             | <u>(118,925)</u>         | <u>(490,884)</u>         |
| <b>Cash flows from financing activities</b>                      |             |                          |                          |
| Payments for return of capital                                   | 19          | (45,225)                 | (45,225)                 |
| Interest and other finance costs paid                            |             | (1,957)                  | (4,033)                  |
| Repayment of lease liabilities                                   |             | <u>(41,037)</u>          | <u>(38,397)</u>          |
| Net cash used in financing activities                            |             | <u>(88,219)</u>          | <u>(87,655)</u>          |
| Net increase/(decrease) in cash and cash equivalents             |             | 181,199                  | (273,560)                |
| Cash and cash equivalents at the beginning of the financial year |             | <u>274,431</u>           | <u>547,991</u>           |
| Cash and cash equivalents at the end of the financial year       | 10          | <u><u>455,630</u></u>    | <u><u>274,431</u></u>    |

*The above statement of cash flows should be read in conjunction with the accompanying notes*

# **Dancoor Community Finances Limited**

## **Notes to the financial statements**

### **30 June 2026**

#### **Note 1. Reporting entity**

The financial statements cover Dancoor Community Finances Limited (the company) as an individual entity, which is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The company is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is 11 Sandpiper Street, Jurien Bay WA 6516.

A description of the nature of the company's operations and its principal activity is included in the directors' report, which is not part of the financial statements.

#### **Note 2. Basis of preparation and statement of compliance**

The financial statements have been prepared on a going concern basis. As disclosed in note 5, the company's franchise agreement with Bendigo and Adelaide Bank Limited expires in March 2027 and, at the date of this report, a formal renewal agreement or letter of support had not been obtained. These events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as a going concern. Notwithstanding this uncertainty, the directors consider the going concern basis of preparation appropriate for the reasons set out in note 5.

The directors have a reasonable expectation that the company has adequate resources to pay its debts as and when they fall due for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 29 September 2026. The directors have the power to amend and reissue the financial statements.

#### **Note 3. Material accounting policy information**

The accounting policies that are material to the company are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

##### **Adoption of new and revised accounting standards**

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The company has assessed and concluded there are no material impacts.

##### **Accounting standards issued but not yet effective**

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 30 June 2026. The company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the company, are set out below.

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

AASB 18 (effective for annual reporting periods beginning on or after 1 January 2027) will replace AASB 101 Presentation of Financial Statements. Early adoption is permitted.

The new standard does not change how amounts are recognised or measured. However, it will change how information is presented and disclosed in the financial statements. This includes a revised structure for the statement of profit or loss and other comprehensive income, new subtotals, and additional disclosures for certain performance measures.

The company intends to adopt the standard from 1 July 2027. The impact is expected to be limited to changes in presentation and disclosure.

##### **Current and non-current classification**

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 3. Material accounting policy information (continued)**

**Investments**

Term deposits are measured at amortised cost where the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest and the company's objective is to hold the assets to collect those contractual cash flows. Managed funds are measured at fair value through profit or loss, with changes in fair value recognised in profit or loss.

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

**Impairment of financial assets**

The company recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the company's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

**Impairment of non-financial assets**

At each reporting date, the company reviews the carrying amounts of its tangible assets and intangible assets to determine whether there is any indication those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of any impairment loss.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

**Note 4. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires the directors to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. The directors continually evaluate their judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses.

The directors base their judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events that it believes to be reasonable under the circumstances. Differences between the accounting judgements and estimates and actual results and outcomes are accounted for in future reporting periods. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

**Judgements**

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 4. Critical accounting judgements, estimates and assumptions (continued)**

*Timing of revenue recognition associated with trail commission*

The company receives trailing commission from Bendigo Bank for products and services sold. Ongoing trailing commission payments are recognised on a monthly basis when earned as there is insufficient detail readily available to estimate the most likely amount of revenue without a high probability of significant reversal in a subsequent reporting period. The receipt of ongoing trailing commission revenue is outside the control of the company.

*Allowance for expected credit losses on trade and other receivables*

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

The company has not recognised an allowance for expected credit losses in relation to trade and other receivables for the following reasons:

- The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.
- The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit. The directors are not aware of any such non-compliance at balance date.
- The company has reviewed credit ratings provided by Standard & Poors, Moody's and Fitch Ratings to determine the level of credit exposure to the company.
- The company has not experienced any instances of default in relation to receivables owed to the company from Bendigo Bank.

*Impairment of non-financial assets*

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

*Recovery of deferred tax assets*

Deferred tax assets are recognised for deductible temporary differences only if the company considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

*Lease term*

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term.

In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the company's operations, comparison of terms and conditions to prevailing market rates, incurrence of significant penalties, existence of significant leasehold improvements and the costs and disruption to replace the asset. The company reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

The company includes extension options applicable to the lease of branch premises in its calculations of both the right-of-use asset and lease liability except where the company is reasonably certain it will not exercise the extension option. This is due to the significant disruption of relocating premises and the loss on disposal of leasehold improvements fitted out in the leased premises.

**Estimates and assumptions**

*Estimation of useful lives of assets*

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives or assets that have been abandoned or sold will be written off or written down.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 4. Critical accounting judgements, estimates and assumptions (continued)**

*Incremental borrowing rate*

Where the interest rate implicit in a lease cannot be readily determined, which is generally the case for the company's lease agreements, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. This rate is based on what the company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

*Employee benefits provision*

The liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and inflation have been taken into account.

The company uses historical employee attrition rates in determining the probability of an employee, at a given date, achieving continuous employment to be eligible for entitlement in accordance with long service leave legislation.

In the absence of sufficient historical employee attrition rates, the company applies a benchmark probability rate from across the Community Bank network to factor in estimating the probability of an employee, at a given date, achieving continuous employment to be eligible for entitlement in accordance with legislation.

**Note 5. Economic dependency**

The company has entered into a franchise agreement with Bendigo Bank that governs the management of the Community Bank. The company is economically dependent on its franchise agreement with Bendigo Bank to generate revenue. The current agreement is set to expire within 12 months from the date of this financial report, in March 2027. The directors are in ongoing negotiations with Bendigo Bank regarding the renewal of the franchise agreement; however, no formal agreement or letter of support has been obtained as at the date of this report.

As a result, there is material uncertainty that may cast significant doubt on the company's ability to continue as a going concern. Notwithstanding this uncertainty, the financial report has been prepared on a going concern basis, as the directors have a reasonable expectation that a new agreement will be entered into on mutually acceptable terms and conditions before the expiration of the current franchise agreement.

The company operates as a franchise of Bendigo Bank, using the name "Bendigo Bank" and the logo and system of operations of Bendigo Bank. The company manages the Community Bank on behalf of Bendigo Bank, however all transactions with customers conducted through the Community Bank are effectively conducted between the customers and Bendigo Bank.

All deposits are made with Bendigo Bank, and all personal and investment products are products of Bendigo Bank, with the company facilitating the provision of those products. All loans, leases or hire purchase transactions, issues of new credit or debit cards, temporary or bridging finance and any other transaction that involves creating a new debt, or increasing or changing the terms of an existing debt owed to Bendigo Bank, must be approved by Bendigo Bank. All credit transactions are made with Bendigo Bank, and all credit products are products of Bendigo Bank.

The company promotes and sells the products and services, but is not a party to the transaction.

The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 5. Economic dependency (continued)**

Bendigo Bank provides significant assistance in establishing and maintaining the Community Bank franchise operations. It also continues to provide ongoing management and operational support and other assistance and guidance in relation to all aspects of the franchise operation, including advice and assistance in relation to:

- the design, layout and fit out of the Community Bank premises
- training for the branch manager and other employees in banking, management systems and interface protocol
- methods and procedures for the sale of products and provision of services
- security and cash logistic controls
- calculation of company revenue and payment of many operating and administrative expenses
- the formulation and implementation of advertising and promotional programs
- sales techniques and proper customer relations
- providing payroll services.

**Note 6. Revenue from contracts with customers**

|                   | 2026<br>\$     | 2025<br>\$     |
|-------------------|----------------|----------------|
| Margin income     | 771,783        | 639,122        |
| Fee income        | 30,364         | 31,937         |
| Commission income | 94,919         | 132,130        |
|                   | <u>897,066</u> | <u>803,189</u> |

*Accounting policy for revenue from contracts with customers*

The company has entered into a franchise agreement with Bendigo Bank. The company delivers banking and financial services of Bendigo Bank to its community. The franchise agreement provides for a share of interest, fee, and commission revenue earned by the company. Interest margin share is based on a funds transfer pricing methodology which recognises that income is derived from deposits held, and that loans granted incur a funding cost. Fees are based on the company's current fee schedule and commissions are based on the agreements in place. All margin revenue is recorded as non-interest income when the company's right to receive the payment is established.

The company acts as an agent under the franchise agreement and revenue arises from the rendering of services through its franchise agreement.

Revenue is recognised on an accruals basis, at the fair value of consideration specified in the franchise agreement, as follows:

| <u>Revenue stream</u>            | <u>Includes</u>                    | <u>Performance obligation</u>                                                                                                                      | <u>Timing of recognition</u>                                                                                                                     |
|----------------------------------|------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------|
| Franchise agreement profit share | Margin, commission, and fee income | When the company satisfies its obligation to arrange for the services to be provided to the customer by the supplier (Bendigo Bank as franchisor). | On completion of the provision of the relevant service. Revenue is accrued monthly and paid within 10 business days after the end of each month. |

All revenue is stated net of the amount of GST. There was no revenue from contracts with customers recognised over time during the financial year.

*Revenue calculation*

The franchise agreement provides that three forms of revenue may be earned by the company which are margin, commission and fee income. Bendigo Bank decides the form of revenue the company earns on different types of products and services. The revenue earned by the company is dependent on the business that it generates, interest rates and funds transfer pricing and other factors, such as economic and local conditions.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 6. Revenue from contracts with customers (continued)**

*Margin income*

Margin income on core banking products is arrived at through the following calculation:

Interest paid by customers on loans less interest paid to customers on deposits  
**plus:** any deposit returns i.e. interest return applied by Bendigo Bank for a deposit  
**minus:** any costs of funds i.e. interest applied by Bendigo Bank to fund a loan.

The company is entitled to a share of the margin earned by Bendigo Bank. If this reflects a loss, the company incurs a share of that loss.

*Commission income*

Commission income is generated from the sale of products and services. This commission is recognised at a point in time which reflects when the company has fulfilled its performance obligation. Refer to note 4 for further information regarding key judgements applied by the directors in relation to the timing of revenue recognition from trail commission.

*Fee and ATM income*

Fee and ATM income is a share of what is commonly referred to as 'bank fees and charges' charged to customers by Bendigo Bank including fees for loan applications and account transactions.

*Core banking products*

Bendigo Bank has identified some products and services as 'core banking products'. It may change the products and services which are identified as core banking products by giving the company at least 30 days notice. Core banking products currently include Bendigo Bank branded home loans, term deposits and at call deposits.

*Ability to change financial return*

Under the franchise agreement, Bendigo Bank may change the form and amount of financial return the company receives. The reasons it may make a change include changes in industry or economic conditions or changes in the way Bendigo Bank earns revenue.

The change may be to the method of calculation of margin, the amount of margin, commission and fee income or a change of a margin to a commission or vice versa. This may affect the amount of revenue the company receives on a particular product or service.

Bendigo Bank must not reduce the margin and commission the company receives on core banking products and services to less than 50% (on an aggregate basis) of Bendigo Bank's margin at that time. For other products and services, there is no restriction on the change Bendigo Bank may make.

**Note 7. Other revenue**

|                                | <b>2026</b>   | <b>2025</b>   |
|--------------------------------|---------------|---------------|
|                                | <b>\$</b>     | <b>\$</b>     |
| Department of transport income | <u>50,158</u> | <u>49,895</u> |

*Department of transport income*

The amounts disclosed are for commission payments for being an authorised licensing services provider for the Department of Transport WA. Commission is received for every transaction for the Department of Transport the company processes as well as commission on testing services provided.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 8. Expenses**

**Employee benefits expense**

|                                        | <b>2026</b>    | <b>2025</b>    |
|----------------------------------------|----------------|----------------|
|                                        | <b>\$</b>      | <b>\$</b>      |
| Wages and salaries                     | 289,744        | 314,884        |
| Non-cash benefits                      | 8,958          | 16,209         |
| Superannuation contributions           | 34,457         | 35,427         |
| Expenses related to long service leave | (1,057)        | 2,901          |
| Other expenses                         | 51,155         | 21,367         |
|                                        | <u>383,257</u> | <u>390,788</u> |

**Depreciation and amortisation expense**

|                                           | <b>2026</b>   | <b>2025</b>  |
|-------------------------------------------|---------------|--------------|
|                                           | <b>\$</b>     | <b>\$</b>    |
| <i>Depreciation of non-current assets</i> |               |              |
| Leasehold improvements                    | 11,517        | 6,930        |
| Plant and equipment                       | 2,971         | 2,439        |
| Computer equipment                        | 469           | 490          |
|                                           | <u>14,957</u> | <u>9,859</u> |

*Depreciation of right-of-use assets*

|                           |               |               |
|---------------------------|---------------|---------------|
| Leased land and buildings | 25,199        | 24,836        |
| Leased motor vehicles     | 12,738        | 12,738        |
|                           | <u>37,937</u> | <u>37,574</u> |

*Amortisation of intangible assets*

|                       |               |               |
|-----------------------|---------------|---------------|
| Franchise fee         | 2,166         | 2,167         |
| Franchise renewal fee | 10,833        | 10,833        |
|                       | <u>12,999</u> | <u>13,000</u> |
|                       | <u>65,893</u> | <u>60,433</u> |

**Charitable donations, sponsorships and grants expense**

|                                                 | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------|---------------|---------------|
|                                                 | <b>\$</b>     | <b>\$</b>     |
| Direct donation, sponsorship and grant payments | <u>39,913</u> | <u>28,881</u> |

The overarching philosophy of the Community Bank model, is to support the local community in which the company operates. This is achieved by circulating the flow of financial capital into the local economy through community contributions (such as donations, sponsorships and grants).

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 9. Income tax**

|                                              | <b>2026</b>   | <b>2025</b>    |
|----------------------------------------------|---------------|----------------|
|                                              | <b>\$</b>     | <b>\$</b>      |
| <i>Income tax expense</i>                    |               |                |
| Movement in deferred tax                     | 6,503         | 395            |
| Recoupment of prior year tax losses          | 74,776        | 59,713         |
|                                              | <u>81,279</u> | <u>60,108</u>  |
| Aggregate income tax expense                 | <u>81,279</u> | <u>60,108</u>  |
| <i>Prima facie income tax reconciliation</i> |               |                |
| Profit before income tax expense             | 322,106       | 236,657        |
| Tax at the statutory tax rate of 25%         | 80,527        | 59,164         |
| Tax effect of:                               |               |                |
| Non-deductible expenses                      | 752           | 944            |
| Income tax expense                           | <u>81,279</u> | <u>60,108</u>  |
|                                              | <b>2026</b>   | <b>2025</b>    |
|                                              | <b>\$</b>     | <b>\$</b>      |
| <i>Deferred tax assets/(liabilities)</i>     |               |                |
| Tax losses                                   | 74,809        | 149,584        |
| Property, plant and equipment                | (13,785)      | (8,131)        |
| Employee benefits                            | 11,609        | 11,610         |
| Provision for lease make good                | 3,755         | 3,600          |
| Accrued expenses                             | 901           | 980            |
| Income accruals                              | (765)         | (616)          |
| Lease liabilities                            | 6,951         | 15,503         |
| Right-of-use assets                          | (6,558)       | (14,334)       |
| Deferred tax asset                           | <u>76,917</u> | <u>158,196</u> |

*Accounting policy for income tax*

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

*Accounting policy for deferred tax*

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

**Note 10. Cash and cash equivalents**

|                          | <b>2026</b>    | <b>2025</b>    |
|--------------------------|----------------|----------------|
|                          | <b>\$</b>      | <b>\$</b>      |
| Cash at bank and on hand | <u>455,630</u> | <u>274,431</u> |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 11. Trade and other receivables**

|                                                                                     | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|-------------------------------------------------------------------------------------|--------------------------|--------------------------|
| Trade receivables                                                                   | 77,504                   | 66,518                   |
| Other receivables and accruals                                                      | 2,400                    | 2,400                    |
| Accrued income                                                                      | 3,062                    | 2,466                    |
| Prepayments                                                                         | 10,041                   | 10,775                   |
|                                                                                     | <u>15,503</u>            | <u>15,641</u>            |
|                                                                                     | <u>93,007</u>            | <u>82,159</u>            |
|                                                                                     | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
| <i>Financial assets at amortised cost classified as trade and other receivables</i> |                          |                          |
| Total trade and other receivables                                                   | 93,007                   | 82,159                   |
| Less prepayments, included in trade and other receivables                           | <u>(10,041)</u>          | <u>(10,775)</u>          |
|                                                                                     | <u>82,966</u>            | <u>71,384</u>            |

*Accounting policy for trade and other receivables*

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.

**Note 12. Investments**

|                       | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|-----------------------|--------------------------|--------------------------|
| <i>Current assets</i> |                          |                          |
| Term deposits         | 291,066                  | 257,244                  |
| Managed funds         | 236,405                  | 203,125                  |
|                       | <u>527,471</u>           | <u>460,369</u>           |

**Note 13. Property, plant and equipment**

|                                  | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|----------------------------------|--------------------------|--------------------------|
| Leasehold improvements - at cost | 209,015                  | 179,374                  |
| Less: Accumulated depreciation   | <u>(167,939)</u>         | <u>(156,422)</u>         |
|                                  | 41,076                   | 22,952                   |
| Plant and equipment - at cost    | 42,378                   | 43,836                   |
| Less: Accumulated depreciation   | <u>(30,021)</u>          | <u>(35,078)</u>          |
|                                  | 12,357                   | 8,758                    |
| Computer equipment - at cost     | 18,599                   | 18,894                   |
| Less: Accumulated depreciation   | <u>(16,891)</u>          | <u>(18,080)</u>          |
|                                  | 1,708                    | 814                      |
|                                  | <u>55,141</u>            | <u>32,524</u>            |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 13. Property, plant and equipment (continued)**

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

|                         | Leasehold<br>improvements<br>\$ | Plant and<br>equipment<br>\$ | Computer<br>equipment<br>\$ | Total<br>\$   |
|-------------------------|---------------------------------|------------------------------|-----------------------------|---------------|
| Balance at 1 July 2024  | 15,596                          | 8,150                        | 1,304                       | 25,050        |
| Additions               | 14,286                          | 3,047                        | -                           | 17,333        |
| Depreciation            | (6,930)                         | (2,439)                      | (490)                       | (9,859)       |
| Balance at 30 June 2025 | 22,952                          | 8,758                        | 814                         | 32,524        |
| Additions               | 29,641                          | 7,205                        | 1,795                       | 38,641        |
| Disposals               | -                               | (635)                        | (432)                       | (1,067)       |
| Depreciation            | (11,517)                        | (2,971)                      | (469)                       | (14,957)      |
| Balance at 30 June 2026 | <u>41,076</u>                   | <u>12,357</u>                | <u>1,708</u>                | <u>55,141</u> |

*Accounting policy for property, plant and equipment*

Property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment over their expected useful lives as follows:

|                       |         |
|-----------------------|---------|
| Plant and equipment   | 5 years |
| Computer equipment    | 5 years |
| Motor vehicles        | 5 years |
| Leasehold Improvement | 5 years |

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the shorter of five years and the unexpired lease term.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

**Note 14. Right-of-use assets**

|                                   | 2026<br>\$    | 2025<br>\$    |
|-----------------------------------|---------------|---------------|
| Land and buildings - right-of-use | 184,354       | 183,793       |
| Less: Accumulated depreciation    | (165,092)     | (139,893)     |
|                                   | <u>19,262</u> | <u>43,900</u> |
| Motor vehicles - right-of-use     | 44,520        | 38,251        |
| Less: Accumulated depreciation    | (37,552)      | (24,814)      |
|                                   | <u>6,968</u>  | <u>13,437</u> |
|                                   | <u>26,230</u> | <u>57,337</u> |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 14. Right-of-use assets (continued)**

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

|                           | Land and<br>buildings<br>\$ | Motor Vehicle<br>\$ | Total<br>\$   |
|---------------------------|-----------------------------|---------------------|---------------|
| Balance at 1 July 2024    | 67,669                      | 26,175              | 93,844        |
| Remeasurement adjustments | 1,067                       | -                   | 1,067         |
| Depreciation expense      | (24,836)                    | (12,738)            | (37,574)      |
| Balance at 30 June 2025   | 43,900                      | 13,437              | 57,337        |
| Remeasurement adjustments | 561                         | 6,269               | 6,830         |
| Depreciation expense      | (25,199)                    | (12,738)            | (37,937)      |
| Balance at 30 June 2026   | <u>19,262</u>               | <u>6,968</u>        | <u>26,230</u> |

*Accounting policy for right-of-use assets*

Right-of-use assets are initially measured at cost, which comprises the initial amount of the lease liability adjusted for costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease. Right-of-use assets are subject to impairment and are adjusted for any remeasurement of lease liabilities.

Refer to note 17 for more information on lease arrangements.

**Note 15. Intangible assets**

|                                | 2026<br>\$   | 2025<br>\$    |
|--------------------------------|--------------|---------------|
| Franchise fee                  | 43,579       | 43,579        |
| Less: Accumulated amortisation | (41,953)     | (39,787)      |
|                                | <u>1,626</u> | <u>3,792</u>  |
| Franchise renewal fee          | 167,892      | 167,892       |
| Less: Accumulated amortisation | (159,768)    | (148,935)     |
|                                | <u>8,124</u> | <u>18,957</u> |
|                                | <u>9,750</u> | <u>22,749</u> |

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

|                         | Franchise fee<br>\$ | Franchise<br>renewal fee<br>\$ | Total<br>\$  |
|-------------------------|---------------------|--------------------------------|--------------|
| Balance at 1 July 2024  | 5,959               | 29,790                         | 35,749       |
| Amortisation expense    | (2,167)             | (10,833)                       | (13,000)     |
| Balance at 30 June 2025 | 3,792               | 18,957                         | 22,749       |
| Amortisation expense    | (2,166)             | (10,833)                       | (12,999)     |
| Balance at 30 June 2026 | <u>1,626</u>        | <u>8,124</u>                   | <u>9,750</u> |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 15. Intangible assets (continued)**

*Accounting policy for intangible assets*

Intangible assets of the company relate to the franchise fees paid to Bendigo Bank which conveys the right to operate the Community Bank franchise.

Intangible assets are measured on initial recognition at cost. Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates.

The franchise fees paid by the company are amortised over their useful life and assessed for impairment whenever impairment indicators are present.

The estimated useful life and amortisation method for the current and comparative periods are as follows:

| <u>Asset class</u>    | <u>Method</u> | <u>Useful life</u>                | <u>Expiry/renewal date</u> |
|-----------------------|---------------|-----------------------------------|----------------------------|
| Franchise fee         | Straight-line | Over the franchise term (5 years) | March 2027                 |
| Franchise renewal fee | Straight-line | Over the franchise term (5 years) | March 2027                 |

Amortisation methods, useful life, and residual values are reviewed and adjusted, if appropriate, at each reporting date.

**Note 16. Trade and other payables**

|                                                                                       | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------------------------------------------------------|---------------|---------------|
|                                                                                       | <b>\$</b>     | <b>\$</b>     |
| <i>Current liabilities</i>                                                            |               |               |
| Trade payables                                                                        | 12,913        | 1,304         |
| Other payables and accruals                                                           | 41,068        | 58,307        |
|                                                                                       | <u>53,981</u> | <u>59,611</u> |
|                                                                                       | <b>2026</b>   | <b>2025</b>   |
|                                                                                       | <b>\$</b>     | <b>\$</b>     |
| <i>Financial liabilities at amortised cost classified as trade and other payables</i> |               |               |
| Total trade and other payables                                                        | 53,981        | 59,611        |
| Less statutory payables, included in trade and other payables                         | (21,717)      | (16,365)      |
|                                                                                       | <u>32,264</u> | <u>43,246</u> |

**Note 17. Lease liabilities**

|                                      | <b>2026</b>   | <b>2025</b>   |
|--------------------------------------|---------------|---------------|
|                                      | <b>\$</b>     | <b>\$</b>     |
| <i>Current liabilities</i>           |               |               |
| Land and buildings lease liabilities | 21,533        | 28,103        |
| Motor vehicle lease liabilities      | 6,271         | 13,664        |
|                                      | <u>27,804</u> | <u>41,767</u> |
| <i>Non-current liabilities</i>       |               |               |
| Land and buildings lease liabilities | -             | 20,244        |
|                                      | <u>27,804</u> | <u>62,011</u> |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 17. Lease liabilities (continued)**

*Reconciliation of lease liabilities*

|                                     | 2026<br>\$    | 2025<br>\$    |
|-------------------------------------|---------------|---------------|
| Opening balance                     | 62,011        | 99,341        |
| Remeasurement adjustments           | 6,830         | 1,067         |
| Lease interest expense              | 1,957         | 4,033         |
| Lease payments - total cash outflow | (42,994)      | (42,430)      |
|                                     | <u>27,804</u> | <u>62,011</u> |

*Accounting policy for lease liabilities*

A lease liability is recognised at the commencement date of a lease. The lease liability is initially measured at the present value of the lease payments to be made over the term of the lease, including renewal options if the company is reasonably certain to exercise such options, discounted using the company's incremental borrowing rate.

The company has applied the following accounting policy choices in relation to lease liabilities:

- The company has elected not to separate lease and non-lease components when calculating the lease liability for property leases.
- The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases and low-value assets, which include the company's lease of information technology equipment. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

The company's lease portfolio includes:

| Lease             | Discount rate | Non-cancellable term | Renewal options available | Reasonably certain to exercise options | Lease term end date used in calculations |
|-------------------|---------------|----------------------|---------------------------|----------------------------------------|------------------------------------------|
| Jurien Bay Branch | 4.29%         | 1 year               | N/A                       | N/A                                    | March 2027                               |
| 2023 KIA Sportage | 7.39%         | 3 years              | -                         | -                                      | January 2027                             |

**Note 18. Employee benefits**

|                                | 2026<br>\$    | 2025<br>\$    |
|--------------------------------|---------------|---------------|
| <i>Current liabilities</i>     |               |               |
| Annual leave                   | 31,954        | 30,878        |
| Long service leave             | 12,960        | 14,151        |
|                                | <u>44,914</u> | <u>45,029</u> |
| <i>Non-current liabilities</i> |               |               |
| Long service leave             | 1,523         | 1,410         |
|                                | <u>46,437</u> | <u>46,439</u> |

*Accounting policy for short-term employee benefits*

Liabilities for annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled. Non-accumulating non-vesting sick leave is expensed when the leave is taken and is measured at the rates paid or payable.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 18. Employee benefits (continued)**

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Remeasurements are recognised in profit or loss in the period in which they arise.

**Note 19. Issued capital**

|                                                  | <b>2026<br/>Shares</b> | <b>2025<br/>Shares</b> | <b>2026<br/>\$</b>     | <b>2025<br/>\$</b> |
|--------------------------------------------------|------------------------|------------------------|------------------------|--------------------|
| Ordinary shares - fully paid                     | 1,507,490              | 1,507,490              | 1,578,820              | 1,578,820          |
| Less: Return of capital                          | -                      | -                      | (188,437)              | (143,212)          |
|                                                  | <u>1,507,490</u>       | <u>1,507,490</u>       | <u>1,390,383</u>       | <u>1,435,608</u>   |
| <b>Reconciliation of issued capital movement</b> | <b>2026<br/>Shares</b> | <b>2026<br/>\$</b>     | <b>2025<br/>Shares</b> | <b>2025<br/>\$</b> |
| <i>Fully paid ordinary shares</i>                |                        |                        |                        |                    |
| Balance amount at beginning                      | 1,507,490              | 1,435,608              | 1,507,490              | 1,480,833          |
| Return of capital payment                        | -                      | (45,225)               | -                      | (45,225)           |
|                                                  | <u>1,507,490</u>       | <u>1,390,383</u>       | <u>1,507,490</u>       | <u>1,435,608</u>   |

During the financial year, the company resolved an equal reduction of share capital of \$0.03 per share. The return of capital was completed in December 2025 which resulted in the company returning \$45,225 to its shareholders.

*Accounting policy for issued capital*

Ordinary shares are recognised at the fair value of the consideration received by the company being between \$1 and \$1.09656 per share. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

***Rights attached to issued capital***

*Ordinary shares*

Voting rights

Subject to some limited exceptions, each member has the right to vote at a general meeting.

On a show of hands or a poll, each member attending the meeting (whether they are attending the meeting in person or by attorney, corporate representative or proxy) has one vote, regardless of the number of shares held. However, where a person attends a meeting in person and is entitled to vote in more than one capacity (for example, the person is a member and has also been appointed as proxy for another member) that person may only exercise one vote on a show of hands. On a poll, that person may exercise one vote as a member and one vote for each other member that person represents as duly appointed attorney, corporate representative or proxy.

The purpose of giving each member only one vote, regardless of the number of shares held, is to reflect the nature of the company as a community based company, by providing that all members of the community who have contributed to the establishment and ongoing operation of the Community Bank branch have the same ability to influence the operation of the company.

# **Dancoor Community Finances Limited**

## **Notes to the financial statements**

### **30 June 2026**

#### **Note 19. Issued capital (continued)**

##### Dividends

Generally, dividends are payable to members in proportion to the amount of the share capital paid up on the shares held by them, subject to any special rights and restrictions for the time being attaching to shares. The franchise agreement with Bendigo Bank contains a limit on the level of profits or funds that may be distributed to shareholders. There is also a restriction on the payment of dividends to certain shareholders if they have a prohibited shareholding interest (see below).

##### Transfer

Generally, ordinary shares are freely transferable. However, the directors have a discretion to refuse to register a transfer of shares.

Subject to the foregoing, shareholders may transfer shares by a proper transfer effected in accordance with the company's constitution and the *Corporations Act 2001*.

##### *Prohibited shareholding interest*

A person must not have a prohibited shareholding interest in the company.

In summary, a person has a prohibited shareholding interest if any of the following applies:

- They control or own 10% or more of the shares in the company (the "10% limit").
- In the opinion of the board they do not have a close connection to the community or communities in which the company predominantly carries on business (the "close connection test").
- Where the person is a shareholder, after the transfer of shares in the company to that person the number of shareholders in the company is (or would be) lower than the base number (the "base number test"). The base number is 225. As at the date of this report, the company had 222 shareholders (2025: 225 shareholders).

As with voting rights, the purpose of this prohibited shareholding provision is to reflect the community-based nature of the company.

Where a person has a prohibited shareholding interest, the voting and dividend rights attaching to the shares in which the person (and their associates) has a prohibited shareholding interest in are suspended.

The board has the power to request information from a person who has (or is suspected by the board of having) a legal or beneficial interest in any shares in the company or any voting power in the company, for the purpose of determining whether a person has a prohibited shareholding interest. If the board becomes aware that a member has a prohibited shareholding interest, it must serve a notice requiring the member (or the member's associate) to dispose of the number of shares the board considers necessary to remedy the breach. If a person fails to comply with such a notice within a specified period (that must be between three and six months), the board is authorised to sell the specified shares on behalf of that person. The holder will be entitled to the consideration from the sale of the shares, less any expenses incurred by the board in selling or otherwise dealing with those shares.

In the constitution, members acknowledge and recognise that the exercise of the powers given to the board may cause considerable disadvantage to individual members, but that such a result may be necessary to enforce the prohibition.

#### **Note 20. Capital management**

The board's policy is to maintain a strong capital base so as to sustain future development of the company. The board monitors the return on capital and the level of distributions to shareholders. Capital is represented by total equity as recorded in the statement of financial position.

In accordance with the franchise agreement, in any 12 month period the funds distributed to shareholders shall not exceed the distribution limit.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 20. Capital management (continued)**

The distribution limit is the greater of:

- 20% of the profit or funds of the company otherwise available for distribution to shareholders in that 12 month period; and
- subject to the availability of distributable profits, the relevant rate of return multiplied by the average level of share capital of the company over that 12 month period where the relevant rate of return is equal to the weighted average interest rate on 90 day bank bills over that 12 month period plus 5%.

The board is managing the growth of the business in line with this requirement. There are no other externally imposed capital requirements, although the nature of the company is such that amounts will be paid in the form of charitable donations and sponsorship. Charitable donations and sponsorship paid for the financial year can be seen in the statement of profit or loss and other comprehensive Income.

There were no changes in the company's approach to capital management during the year.

**Note 21. Financial risk management**

The company's financial instruments include trade receivables and payables, cash and cash equivalents, investments and lease liabilities. The company does not have any derivatives.

The directors are responsible for monitoring and managing the financial risk exposure of the company, to which end it monitors the financial risk management policies and exposures and approves financial transactions within the scope of its authority.

The directors have identified that the company's principal financial risk exposures are liquidity risk and market risk, comprising interest rate risk and price risk associated with its managed fund investments. Other financial risks are not significant to the company due to the following factors:

- The company has no foreign exchange risk as all of its account balances and transactions are in Australian Dollars.
- The company's franchise agreement limits the company's credit exposure to one financial institution, being Bendigo Bank. The company monitors credit worthiness through review of credit ratings, Bendigo Bank is rated A- on Standard & Poor's credit ratings.
- The company has no direct exposure to movements in commodity prices.
- The company's interest-bearing instruments are held at amortised cost which have fair values that approximate their carrying value since all cash and payables have maturity dates within 12 months.
- The company has no borrowings.

Further details regarding the categories of financial instruments held by the company that hold such exposure are detailed below.

|                                                | 2026<br>\$     | 2025<br>\$     |
|------------------------------------------------|----------------|----------------|
| <b>Financial assets at amortised cost</b>      |                |                |
| Cash and cash equivalents (note 10)            | 455,630        | 274,431        |
| Trade and other receivables (note 11)          | 82,966         | 71,384         |
| Term deposits (note 12)                        | 291,066        | 257,244        |
|                                                | <u>829,662</u> | <u>603,059</u> |
| <b>Financial assets at fair value</b>          |                |                |
| Managed funds (note 12)                        | <u>236,405</u> | <u>203,125</u> |
| <b>Financial liabilities at amortised cost</b> |                |                |
| Trade and other payables (note 16)             | 32,264         | 43,246         |
| Lease liabilities (note 17)                    | 27,804         | 62,011         |
|                                                | <u>60,068</u>  | <u>105,257</u> |

At balance date, the fair value of financial instruments approximated their carrying values.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 21. Financial risk management (continued)**

*Accounting policy for financial instruments*

**Financial assets**

*Classification*

The company classifies its financial assets into the following categories:

- Amortised cost
- Fair value through profit or loss (FVTPL)

Financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial asset.

The company's financial assets measured at amortised cost comprise trade and other receivables, cash and cash equivalents and investments in term deposits.

*Derecognition*

A financial asset is derecognised when the company's contractual right to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

*Impairment of trade and other receivables*

Impairment of trade receivables is determined using the simplified approach which uses an estimation of lifetime expected credit losses. The company has not recognised an allowance for expected credit losses in relation to trade and other receivables. Refer to note 4 for further information.

**Financial liabilities**

*Classification*

The company classifies its financial liabilities at amortised cost.

*Derecognition*

A financial liability is derecognised when it is extinguished, cancelled or expires.

**Market risk**

Market risk is the risk that changes in market prices - e.g. foreign exchange rates, interest rates, and equity prices - will affect the company's income or the value of its holdings in financial instruments.

Interest-bearing assets and liabilities are held with Bendigo Bank and earnings on those are subject to movements in market interest rates. The company held cash and cash equivalents of \$455,630 and term deposits of \$291,066 at 30 June 2026 (2025: \$274,431 and \$257,244 ).

**Price risk**

The company is exposed to market price risk through its investment in managed funds. The value of these investments may fluctuate as a result of changes in the market value of the underlying investments. The board monitors the performance and asset allocation of the managed funds as part of its investment oversight.

**Liquidity risk**

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation.

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 21. Financial risk management (continued)**

The following are the company's remaining contractual maturities of financial liabilities. The contractual cash flow amounts are gross and undiscounted and therefore may differ from their carrying amount in the statement of financial position.

|                          | 1 year or less<br>\$ | Between 1<br>and 5 years<br>\$ | Over 5 years<br>\$ | Remaining<br>contractual<br>maturities<br>\$ |
|--------------------------|----------------------|--------------------------------|--------------------|----------------------------------------------|
| <b>2026</b>              |                      |                                |                    |                                              |
| Trade and other payables | 32,264               | -                              | -                  | 32,264                                       |
| Lease liabilities        | 28,231               | -                              | -                  | 28,231                                       |
| Total non-derivatives    | 60,495               | -                              | -                  | 60,495                                       |
|                          |                      |                                |                    |                                              |
|                          | 1 year or less<br>\$ | Between 1<br>and 5 years<br>\$ | Over 5 years<br>\$ | Remaining<br>contractual<br>maturities<br>\$ |
| <b>2025</b>              |                      |                                |                    |                                              |
| Trade and other payables | 43,246               | -                              | -                  | 43,246                                       |
| Lease liabilities        | 42,851               | 21,413                         | -                  | 64,264                                       |
| Total non-derivatives    | 86,097               | 21,413                         | -                  | 107,510                                      |

**Note 22. Key management personnel disclosures**

The following persons were directors of Dancoor Community Finances Limited during the financial year and/or up to the date of signing of these Financial Statements.

Keiran Ashley Sullivan  
Bronwyn Rachael Fox  
Stephen Brown

Martin Flaig  
Robert William Shanhun

No director of the company receives remuneration for services as a company director or committee member.

There are no executives within the company whose remuneration is required to be disclosed.

**Note 23. Related party transactions**

*Key management personnel*

Disclosures relating to key management personnel are set out in note 22.

*Receivable from and payable to related parties*

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

*Terms and conditions of transactions with related parties*

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

*Transactions with related parties*

The following transactions occurred with related parties:

|                                                                                                                                                         | 2026<br>\$ | 2025<br>\$ |
|---------------------------------------------------------------------------------------------------------------------------------------------------------|------------|------------|
| During the financial year, a sponsorship was made to Jurien Bay Community Men's Shed (Inc.), of which a director is a committee member. The amount was: | 2,000      | -          |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 24. Remuneration of auditors**

During the financial year the following fees were paid or payable for services provided by Andrew Frewin Stewart, the auditor of the company:

|                                             | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|---------------------------------------------|--------------------------|--------------------------|
| <i>Audit services</i>                       |                          |                          |
| Audit or review of the financial statements | 8,165                    | 7,930                    |
| <i>Other services</i>                       |                          |                          |
| Taxation advice and tax compliance services | 3,134                    | 2,826                    |
| General advisory services                   | 4,863                    | 4,610                    |
| Share registry services                     | 9,168                    | 7,570                    |
|                                             | 17,165                   | 15,006                   |
|                                             | <u>25,330</u>            | <u>22,936</u>            |

**Note 25. Reconciliation of profit after income tax to net cash provided by operating activities**

|                                              | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|----------------------------------------------|--------------------------|--------------------------|
| Profit after income tax expense for the year | 240,827                  | 176,549                  |
| Adjustments for:                             |                          |                          |
| Depreciation and amortisation                | 65,893                   | 60,433                   |
| Net loss on disposal of non-current assets   | 1,067                    | -                        |
| Lease liabilities interest                   | 1,957                    | 4,033                    |
| Change in operating assets and liabilities:  |                          |                          |
| Increase in trade and other receivables      | (10,848)                 | (10,013)                 |
| Decrease in deferred tax assets              | 81,279                   | 60,108                   |
| Increase in trade and other payables         | 7,552                    | 4,750                    |
| Increase/(decrease) in employee benefits     | (2)                      | 8,526                    |
| Increase in other provisions                 | 618                      | 593                      |
| Net cash provided by operating activities    | <u>388,343</u>           | <u>304,979</u>           |

**Note 26. Earnings per share**

|                                                                                           | <b>2026</b><br><b>\$</b> | <b>2025</b><br><b>\$</b> |
|-------------------------------------------------------------------------------------------|--------------------------|--------------------------|
| Profit after income tax                                                                   | <u>240,827</u>           | <u>176,549</u>           |
|                                                                                           | <b>Number</b>            | <b>Number</b>            |
| Weighted average number of ordinary shares used in calculating basic earnings per share   | 1,507,490                | 1,507,490                |
| Weighted average number of ordinary shares used in calculating diluted earnings per share | <u>1,507,490</u>         | <u>1,507,490</u>         |
|                                                                                           | <b>Cents</b>             | <b>Cents</b>             |
| Basic earnings per share                                                                  | 15.98                    | 11.71                    |
| Diluted earnings per share                                                                | 15.98                    | 11.71                    |

**Dancoor Community Finances Limited**  
**Notes to the financial statements**  
**30 June 2026**

**Note 27. Commitments**

The company has no commitments contracted for which would be provided for in future reporting periods.

**Note 28. Contingencies**

There were no contingent liabilities or contingent assets at the date of this report.

**Note 29. Events after the reporting period**

On 18 August 2026, APRA imposed licence conditions on Bendigo Bank relating to its non-financial risk management framework. Bendigo Bank subsequently announced a multi-year rectification program in response to those conditions.

Whilst neither APRA's announcement nor Bendigo Bank's public announcement specifically refer to Community Bank companies, the directors acknowledge that remediation and review activities may extend across BEN's broader branch network, which may include Community Bank branches. At the date of this report, the outcome of those activities, and any resulting impacts on the company, if any, are not known and cannot presently be determined.

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**Dancoor Community Finances Limited**  
**Directors' declaration**  
**30 June 2026**

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in the notes to the financial statements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2026 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- the company does not have any controlled entities and is not required by the Accounting Standards to prepare consolidated financial statements. Therefore, a consolidated entity disclosure statement has not been included as section 295(3A)(a) of the *Corporations Act 2001* does not apply to the entity.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



---

Keiran Ashley Sullivan  
Treasurer

29 September 2026



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

# Independent Auditor's Report to the members of Dancoor Community Finances Limited Report on the audit of the financial report

## Our opinion

In our opinion, the accompanying financial report of Dancoor Community Finances Limited (the Company), is in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the Company's financial position as at 30 June 2026 and of its financial performance for the year ended on that date; and
- ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

## What we have audited

We have audited the financial report of Dancoor Community Finances Limited, which comprises:

- the statement of financial position as at 30 June 2026
- the statement of profit or loss and other comprehensive income for the year ended 30 June 2026
- the statement of changes in equity for the year ended 30 June 2026
- the statement of cash flows for the year ended 30 June 2026
- the notes to the financial statements, including material accounting policy information
- the Directors' declaration.

## Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report.

We are independent of the Company in accordance with the auditor independence requirements of the *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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

## Material Uncertainty Related to Going Concern

We draw attention to Note 5 in the financial report, which indicates that the company's franchise agreement with Bendigo and Adelaide Bank Limited expires in March 2027. As stated in Note 5, no formal renewal agreement or letter of support had been obtained as at the date of the financial report. These events or conditions, along with the other matters set forth in Note 5, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.



Andrew Frewin Stewart  
61 Bull Street Bendigo VIC 3550  
ABN: 65 684 604 390  
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03 5443 0344

## Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report comprises the directors' report accompanying the financial report. The other information does not include the financial report and our auditor's report thereon.

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

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

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

## Responsibilities of the directors for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or cease operations, or have no realistic alternative but to do so.

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

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: [Auditor's Responsibilities](#). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart'.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo, Vic, 3550  
Dated: 29 September 2026

A handwritten signature in black ink, appearing to read 'Adrian Downing'.

**Adrian Downing**  
Lead Auditor