Dandenong Ranges Community Finance Limited

ABN: 28 084 480 035

Interim Financial Report for the half-year ended 31 December 2025

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rsd Audit

The Directors present their report, together with the financial statements, on Dandenong Ranges Community Finance Limited for the half-year ended 31 December 2025.

Directors

The following persons were Directors of Dandenong Ranges Community Finance Limited during or since the end of the half-year:

Deborah Jayne Weber	Thomas Ian Snell
Shane Andrew Miller	John Ronald Faull
Leslie Thomas Stevenson	Walter Alfred Berger
Lynne Francis Trensky	Thomas Kern

Principal activities

The principal activities of the company during the course of the financial period were providing Community Bank branch services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited (Bendigo and Adelaide Bank).

Review and results of operations

Operations have continued to perform in line with expectations. The net profit of the company for the financial period was $679,263 (2024 profit: $686,195).

Matters subsequent to the end of the reporting period

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

Auditor's independence declaration

The auditor's independence declaration under Section 307C of the *Corporations Act 2001* is set out on page 2 for the half year ended 31 December 2025.

Signed in accordance with a resolution of the Directors at Upwey, Victoria.

.....
Deborah Jayne Weber
Director
Dated: 03/03/2026

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Bendigo, Victoria
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Auditors Independence Declaration under section 307C of the *Corporations Act 2001* to the Directors of Dandenong Ranges Community Finance Limited

In accordance with s 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Dandenong Ranges Community Finance Limited. As the lead audit partner for the review of the financial report of Dandenong Ranges Community Finance Limited for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

(i) The auditor independence requirements set out in the *Corporations Act 2001* in relation to the review; and

(ii) Any applicable code of professional conduct in relation to the review.

RSD Audit

Mahesh Silva
Partner/Principal
41A Breen Street
Bendigo VIC 3550

Dated: 3 March 2026

Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2025

	2025 $	2024 $
Revenue	2,139,211	2,335,128
Expenses		
Employment expenses	898,778	899,519
Depreciation and amortisation	73,039	86,456
Administration and general costs	175,125	225,451
Finance costs	22,046	25,074
Bad and doubtful debts expense	(106)	100
Occupancy expenses	42,466	76,706
IT expenses	29,993	53,546
ATM expenses	8,287	15,437
Motor vehicle expenses	4,136	2,733
	1,253,763	1,385,022
Profit before charitable donations & sponsorship	**885,448**	**950,106**
Charitable donations and sponsorship	142,173	34,253
Profit before income tax expense	**743,274**	**915,853**
Income tax expense	227,330	229,658
Profit after income tax expense	**515,944**	**686,195**
Other comprehensive income	163,319	-
Total comprehensive income for the period	**679,263**	**686,195**
Total comprehensive income attributable to the ordinary shareholders of the company	**679,263**	**686,195**
Earnings per share	¢	¢
- Basic earnings per share	23.22	30.88

The accompanying notes form part of these financial statements

Statement of Financial Position
As at 31 December 2025

	31 December 2025 $	30 June 2025 $
ASSETS		
Current Assets		
Cash and cash equivalents	2,199,967	2,617,192
Trade and other receivables	361,714	340,071
Financial assets	5,380,316	4,583,255
Other assets	72,557	74,282
Total Current Assets	**8,014,554**	**7,614,800**
Non-Current Assets		
Property, plant and equipment	1,727,176	1,591,644
Right-of-use assets	567,636	598,024
Intangible assets	121,420	135,705
Total Non-Current Assets	**2,416,232**	**2,325,373**
Total Assets	**10,430,786**	**9,940,173**
LIABILITIES		
Current Liabilities		
Trade and other payables	235,774	182,962
Lease liabilities	42,274	39,563
Provisions	149,704	142,133
Current tax payable	64,674	38,528
Total Current Liabilities	**492,426**	**403,186**
Non-Current Liabilities		
Trade and other payables	94,280	125,706
Lease liabilities	564,205	586,046
Provisions	22,354	8,537
Deferred tax liability	186,513	158,309
Total Non-Current Liabilities	**867,352**	**878,598**
Total Liabilities	**1,359,778**	**1,281,784**
Net Assets	**9,071,008**	**8,658,389**
Equity		
Issued capital	701,300	701,300
Retained earnings	7,679,798	7,430,498
Reserves	689,910	526,591
Total Equity	**9,071,008**	**8,658,389**

The accompanying notes form part of these financial statements

Statement of Changes in Equity

For the half-year ended 31 December 2025

	Note	Issued capital $	Retained earnings $	Reserves $	Total equity $
Balance at 1 July 2025		**701,300**	**7,430,498**	**526,591**	**8,658,389**
Comprehensive income for the half year					
Profit for the half year		-	515,944	-	515,944
Other comprehensive income		-	-	163,319	163,319
Transactions with owners in their capacity as owners					
Dividends paid or provided	5	-	(266,644)	-	(266,644)
Balance at 31 December 2025		**701,300**	**7,679,798**	**689,910**	**9,071,008**
Balance at 1 July 2024		**701,300**	**6,357,702**	**526,591**	**7,585,593**
Comprehensive income for the half year					
Profit for the half year		-	686,195	-	686,195
Other comprehensive income		-	-	-	-
Transactions with owners in their capacity as owners					
Dividends paid or provided	5	-	(266,644)	-	(266,644)
Balance at 31 December 2024		**701,300**	**6,777,253**	**526,591**	**8,005,144**

The accompanying notes form part of these financial statements

Statement of Cash Flows

For the half-year ended 31 December 2025

	2025 $	2024 $
Cash Flows From Operating Activities		
Receipts from customers	2,188,474	2,422,612
Interest received	126,130	127,559
Payments to suppliers and employees	(1,436,221)	(1,461,333)
Interest paid	(22,046)	-
Income tax paid	(172,983)	(286,947)
Net cash flows generated by operating activities	**683,354**	**801,891**
Cash Flows From Investing Activities		
Proceeds from sale of intangibles	-	8,173
Purchase of property, plant and equipment	(580)	(19,290)
Purchase of intangible assets	(17,141)	-
Purchase of financial assets	(797,060)	(56,608)
Net cash flows used in investing activities	**(814,781)**	**(67,725)**
Cash Flows From Financing Activities		
Repayment of leases	(19,154)	(27,895)
Dividends paid	(266,644)	(266,644)
Net cash flows used in financing activities	**(285,798)**	**(294,539)**
Net increase/(decrease) in cash held	**(417,225)**	**439,627**
Cash and cash equivalents at beginning of period	2,617,192	4,214,072
Cash and cash equivalents at end of period	**2,199,967**	**4,653,699**

The accompanying notes form part of these financial statements

Note 1: Summary of Significant Accounting Policies

(a) Basis of preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2025 have been prepared in accordance with requirements of the *Corporations Act 2001* and AASB 134: *Interim Financial Reporting.* The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Dandenong Ranges Community Finance Limited (the Company). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company.

This financial report does not include all the notes of the type normally included in an annual financial report. Accordingly the report shall be read in conjunction with the annual financial report for the year ended 30 June 2025 and any public announcements made by the company during the period.

(b) Accounting Policies

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

The Company has considered the implications of new or amended Accounting Standards, but determined that their application to the financial statements is either not relevant or not material.

(c) Critical Accounting Estimates and Judgements

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Company's last annual financial statements for the year ended 30 June 2025.

Note 2: Events after the End of the Interim Period

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

Note 3: Contingent Assets and Liabilities

Since the last annual reporting date there has been no material change of any contingent assets or contingent liabilities.

Note 4: Segment Reporting

The economic entity operates in a single service sector where it facilitates community banking services in Upwey and Emerald, Victoria pursuant to a franchise agreement with Bendigo and Adelaide Bank Limited.

	2025 $	2024 $
Note 5: Dividends		
A final fully franked dividend of 12 cents per share for the year ended 30 June 2025 was declared in the half year period to 31 December 2025 (Dec 2024: 12 cents)	266,644	266,644
Note 6: Earnings per Share		
Basic earnings per share (cents)	23.22	30.88
Earnings used in calculating basic earnings per share	515,944	686,195
Weighted average number of ordinary shares used in calculating basic earnings per share.	2,222,039	2,222,039

Note 7: Fair Value Measurement

Fair value is the price the company would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair value of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. The company measures and recognises the following assets at fair value on a recurring basis after initial recognition:

- freehold land and buildings

(b) Fair value hierarchy

AASB 13: *Fair value measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

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

Fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

b) Fair Value Measurements and the Level of the Fair Value Hierarchy within which the Fair Value Measurements are categorised.

The entity's financial assets and financial liabilities measured and recognised at fair value on a recurring basis are as follows:

	Fair Value Measurement at 31 December 2025		
	$ Level 1	$ Level 2	$ Level 3
Property, plant and equipment (at revalued amounts)			
- Freehold land and building	-	1,218,414	-
Total	-	1,218,414	-

	Fair Value Measurements at 30 June 2025		
	$ Level 1	$ Level 2	$ Level 3
Property, plant and equipment (at revalued amounts)			
- Freehold land and building	-	1,070,492	-
Total	-	1,070,492	-

There have been no transfers between levels of the fair value hierarchy during the period to 31 December 2025.

The company did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at 31 December 2025.

c) Valuation Techniques and Inputs Used to Determine Fair Values

In the absence of an active market for an identical asset or liability, the Company selects and uses one or more valuation techniques to measure the fair value of the asset or liability. The Company selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Company are consistent with one or more of the following valuation approaches:

Market Approach	Uses prices and other relevant information generated by market transactions for identical or similar assets or liabilities.
Income Approach	Converts estimated future cash flows or income and expenses into a single discounted present value.
Cost Approach	Reflects the current replacement cost of an asset at its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selected a valuation technique, the Company gives priority to these techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information about such assumptions are considered unobservable.

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared to the previous reporting period.

Note 7: Fair Value Measurement (cont.)

Land and buildings
Land and buildings were revalued on the 9th of December 2025 using the market value approach. Fair value of the Company's main property assets is estimated based on appraisals performed by independent, professionally-qualified property valuers. The appraisal was carried out using a market approach that reflects observed prices for recent market transactions for similar properties and incorporates adjustments for factors specific to the asset in question, including size, location, encumbrances, condition and current use.

Directors Declaration

For the half-year ended 31 December 2025

In accordance with a resolution of the Directors of Dandenong Ranges Community Finance Limited, the Directors of the Company declare that:

(1) the financial statements and notes set out on pages 3 to 10 are in accordance with the *Corporations Act 2001* , including:

(a) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and

(b) giving a true and fair view of the entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date, and;

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

Signed in accordance with a resolution of the directors made pursuant to s.303(5) of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the Board of Directors.

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Deborah Jayne Weber
Director

Upwey, Victoria
Signed: 03/03/2026

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Independent Auditor's Review Report to the Members of Dandenong Ranges Community Finance Limited

Conclusion

We have reviewed the half-year financial report of Dandenong Ranges Community Finance Limited, which comprises the statement of financial position as at 31 December 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Dandenong Ranges Community Finance Limited does not comply with the *Corporations Act 2001* including:

a) giving a true and fair view of the Dandenong Ranges Community Finance Limited financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
b) complying with Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

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

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

Directors' Responsibility for the Half-Year Financial Report

The directors of Dandenong Ranges Community Finance Limited are responsible for the preparation of the half-year 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 half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. *ASRE 2410* requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

Mahesh Silva
Partner/Principal
RSD Audit
41A Breen Street, Bendigo VIC 3550

Dated: 3 March 2026